

August 24, 2006

State of Utah
Division of Oil, Gas & Mining
Attn: Diana Whitney
1594 West North Temple - Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: Applications for Permit to Drill

Lone Tree Federal 2-21-9-17	Lone Tree Federal 8-21-9-17
Lone Tree Federal 3-21-9-17	Lone Tree Federal 9-21-9-17
Lone Tree Federal 4-21-9-17	Lone Tree Federal 11-21-9-17
Lone Tree Federal 5-21-9-17	Lone Tree Federal 12-21-9-17
Lone Tree Federal 6-21-9-17	Lone Tree Federal 13-21-9-17
Lone Tree Federal 7-21-9-17	Lone Tree Federal 16-21-9-17

Dear Diana:

Enclosed find APD's on the above referenced wells. The proposed 12-21-9-17 and 13-21-9-17 are also Exception Locations. Our Land Department will send you the required Exception Location Letters. If you have any questions, feel free to give either Shon Mckinnon or myself a call.

Sincerely, Mianeli Clozies

Mandie Crozier

Regulatory Specialist

mc

enclosures

RECEIVED AUG 2 5 2006

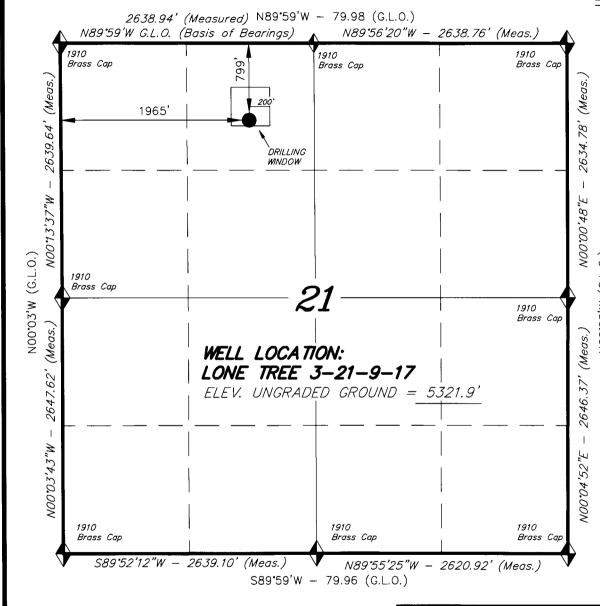
DIV. OF OIL, GAS & MINING

Form 3160-3 (September 2001)			FORM APPRO OMB No. 1004-	0136
UNITED STATES			Expires January 3	., 2004
DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT			5. Lease Serial No. UTU-75036	3
			6. If Indian, Allottee or Tr	
APPLICATION FOR PERMIT TO DE	RILL OR REENTER		N/A	
1a. Type of Work: DRILL REENTER			7. If Unit or CA Agreement	, Name and No.
REENTER	K		Lone Tree	
1b. Type of Well: Oil Well Gas Well Other	Single Zone Mult	inla Zona	8. Lease Name and Well No	•
2. Name of Operator	Single Zone - Mun	- Zone	Lone Tree Federal 9. API Well No.	3-21-9-17
Newfield Production Company			73-013-3	3 292
3a. Address	3b. Phone No. (include area code)		10. Field and Pool, or Explor	
Route #3 Box 3630, Myton UT 84052	(435) 646-3721		Monument Butte	
4. Location of Well (Report location clearly and in accordance with	any State requirements.*)		11. Sec., T., R., M., or Blk. a	nd Survey or Area
At surface NE/NW 799' FNL 1965' FWL 5842	203X 40.0216 413Y -110.0132	16	NW/NW Sec. 21, T9:	S R17F
At proposed prod. zone 4430	4134 - 110.0132	168	74477444 066. 21, 130	SKITE
14. Distance in miles and direction from nearest town or post office*		,	12. County or Parish	13. State
Approximatley 15.9 miles southeast of Myton, Utah	T	1	Duchesne	UT
15. Distance from proposed* location to nearest	16. No. of Acres in lease	17. Spacin	ng Unit dedicated to this well	
property or lease line, ft. (Also to nearest drig. unit line, if any) Approx. 675' f/lse, 799' f/unit	120.00		40 Acres	
18. Distance from proposed location*	19. Proposed Depth	20. BLM/I	M/BIA Bond No. on file	
to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 1506'	F7001	1.	LITTO COLLOS	
	5700'		UTB000192	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5322' GL	22. Approximate date work will st 4th Quarter 2006	art*	23. Estimated duration Approximately seven (7) days from spur	d to sin solano
3322 GL	24. Attachments		Approximately severi (1) days from spor	TO HIS TOTAL STREET
The City of the Control of the Contr				
The following, completed in accordance with the requirements of Onshor	re Oil and Gas Order No.1, shall be a	tached to this	s torm:	
1. Well plat certified by a registered surveyor.		the operation	ns unless covered by an existing	ng bond on file (see
2. A Drilling Plan. 2. A Surface Like Plan (if the leastion is an National Forest Sustain.)	Item 20 above). 5. Operator certification	cation.		
A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office).	6. Such other site	specific info	ormation and/or plans as may	be required by the
<u> </u>	authorized offic	ei.		*****
25. Signature	Name (Printed/Typed) Mandie Crozier		Date	24/06
Title () ()	Wallate Oroziel		1 0/	24/00
Regulatory Specialist			i	
Approved by (Stratuff)	Name (Printed/Typed)	· · · · · · · · · · · · · · · · · · ·	Date	
Maddiall	BRADIEV C			3-29-06
Title	Office HADLEY C		1	
Application approval does not warrant or certify the the applicant holds le				unlicant to conduct
operations thereon. Conditions of approval, if any, are attached.	egan or equivable due to those rights h	i die sabject i	eese mitten modia enride die st	pricant to conduct
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it States any false, fictitious or fraudulent statements or representations as to		nd willfully to	o make to any department or a	gency of the United

*(Instructions on reverse)

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T9S, R17E, S.L.B.&M.



lack = section corners located

BASIS OF ELEV; U.S.G.S. 7-1/2 min QUAD (MYTON SE) LONE TREE 3-21-9-17 (Surface Location) NAD 83 LATITUDE = 40° 01' 17.47" LONGITUDE = 110° 00' 50.34"

NEWFIELD PRODUCTION COMPANY

WELL LOCATION, LONE TREE 3-21-9-17, LOCATED AS SHOWN IN THE NE 1/4 NW 1/4 OF SECTION 21, T9S, R17E, S.L.B.&M. DUCHESNE COUNTY, UTAH.





TRI STATE LAND SURVEYING & CONSULTING

180 NORTH VERNAL AVE. - VERNAL, UTAH 84078 (435) 781-2501

DATE SURVEYED: 06-10-06	SURVEYED BY: D.P.
DATE DRAWN: 06-27-06	DRAWN BY: F.T.M.
REVISED:	SCALE: 1" = 1000'

NEWFIELD PRODUCTION COMPANY LONE TREE FEDERAL #3-21-9-17 NE/NW SECTION 21, T9S, R17E DUCHESNE COUNTY, UTAH

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. GEOLOGIC SURFACE FORMATION:

Uinta formation of Upper Eocene Age

2. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:

Uinta 0' - 2040' Green River 2040' Wasatch 5700'

3. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:

Green River Formation 2040' - 5700' - Oil

4. PROPOSED CASING PROGRAM

Please refer to the Monument Butte Field Standard Operation Procedure (SOP).

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

Please refer to the Monument Butte Field SOP. See Exhibit "C".

6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

Please refer to the Monument Butte Field SOP.

7. AUXILIARY SAFETY EQUIPMENT TO BE USED:

Please refer to the Monument Butte Field SOP.

8. TESTING, LOGGING AND CORING PROGRAMS:

Please refer to the Monument Butte Field SOP.

9. ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:

The anticipated maximum bottom hole pressure is 1800 psi. It is not anticipated that abnormal temperatures will be encountered.

10. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:

Please refer to the Monument Butte Field SOP.

NEWFIELD PRODUCTION COMPANY LONE TREE FEDERAL #3-21-9-17 NE/NW SECTION 21, T9S, R17E DUCHESNE COUNTY, UTAH

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. EXISTING ROADS

See attached Topographic Map "A"

To reach Newfield Production Company well location site Lone Tree Federal #3-21-9-17 located in the NE 1/4 NW 1/4 Section 21, T9S, R17E, Duchesne County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 - 1.6 miles \pm to the junction of this highway and UT State Hwy 53; proceed southeasterly along Hwy 53 - 11.7 miles \pm to it's junction with an existing dirt road to the southwest; proceed southwesterly -0.9 miles \pm to it's junction with an existing road to the south; proceed southeasterly -1.6 miles \pm to it's junction with the beginning of the proposed access road to the northeast; proceed northeasterly along the proposed access road $-840^{\circ} \pm$ to the proposed well location.

2. PLANNED ACCESS ROAD

See Topographic Map "B" for the location of the proposed access road.

3. LOCATION OF EXISTING WELLS

Refer to Exhibit "B".

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

All permanent surface equipment will be painted Carlsbad Canyon. Please refer to the Monument Butte Field Standard Operating Procedure (SOP).

5. LOCATION AND TYPE OF WATER SUPPLY

Please refer to the Monument Butte Field SOP. See Exhibit "A".

6. SOURCE OF CONSTRUCTION MATERIALS

Please refer to the Monument Butte Field SOP.

7. METHODS FOR HANDLING WASTE DISPOSAL

Please refer to the Monument Butte Field SOP.

8. ANCILLARY FACILITIES

Please refer to the Monument Butte Field SOP.

9. WELL SITE LAYOUT

See attached Location Layout Diagram.

10. PLANS FOR RESTORATION OF SURFACE

Please refer to the Monument Butte Field SOP.

SURFACE OWNERSHIP - Bureau Of Land Management (Proposed location and access roads leading to).

12. OTHER ADDITIONAL INFORMATION

The Archaeological Resource Survey and Paleontological Resource Survey for this area are attached. MOAC Report #04-206, 6/15/05. Paleontological Resource Survey prepared by, Wade E. Miller, 6/2/05. See attached report cover pages, Exhibit "D".

For the Lone Tree Federal #3-21-9-17 Newfield Production Company requests 840' of disturbed area be granted in Lease UTU-75036 to allow for construction of the proposed access road.

Refer to Topographic Map "B". The proposed access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%. There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road. There are no fences encountered along this proposed road. There will be no new gates or cattle guards required. All construction material for this access road will be borrowed material accumulated during construction of the access road.

Newfield Production Company requests 840' of disturbed area be granted in Lease UTU-75036 to allow for construction of the proposed gas lines. It is proposed that the disturbed area will be 50' wide to allow for construction of a 6" gas gathering line, and a 3" poly fuel gas line. Both lines will tie in to the existing pipeline infrastructure. **Refer to Topographic Map "C."** For a ROW plan of development, please refer to the Monument Butte Field SOP.

Newfield Production Company requests 840' of disturbed area be granted in Lease UTU-75036 to allow for construction of the proposed water lines. It is proposed that the disturbed area will be 50' wide to allow for construction of a buried 3" steel water injection line and a buried 3" poly water return line. **Refer to Topographic Map "C."** For a ROW plan of development, please refer to the Monument Butte Field SOP.

Water Disposal

Immediately upon first production, all produced water will be confined to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Newfield's secondary recovery project.

Water not meeting quality criteria, is disposed at Newfield's Pariette #4 disposal well (Sec. 7, T9S R19E) or at State of Utah approved surface disposal facilities.

Threatened, Endangered, And Other Sensitive Species

None for the proposed Lone Tree Federal 2-21-9-17.

Reserve Pit Liner

A 12 mil liner with felt is required. Please refer to the Monument Butte Field SOP.

Location and Reserve Pit Reclamation

Please refer to the Monument Butte Field SOP.

The following seed mixture will be used on the topsoil stockpile, to the recontoured surface of the reserve pit, and for final reclamation: (All poundages are in pure live seed)

Western Wheatgrass

Pascopyrum Smithii

6 lbs/acre

Galletta Grass

Hilaria Jamesii

6 lbs/acre

Details of the On-Site Inspection

The proposed Lone Tree Federal #3-21-9-17 was on-sited on 7/27/06. The following were present; Shon Mckinnon (Newfeild Production), Chris Carusona (Bureau of Land Management), and Brandon McDonald (Bureau of Landmanagement). Weather conditions were clear and ground cover was 100% open.

13. LESSEE'S OR OPERATORS REPRESENTATIVE AND CERTIFICATION

Representative

Name:

Shon Mckinnon

Address:

Route #3 Box 3630

Myton, UT 84052

Telephone:

(435) 646-3721

Certification

Please be advised that NEWFIELD PRODUCTION COMPANY is considered to be the operator of well #3-21-9-17 NE/NW Section 21, Township 9S, Range 17E: Lease UTU-75036 Duchesne County, Utah: and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by US Specialty Insurance #B001832.

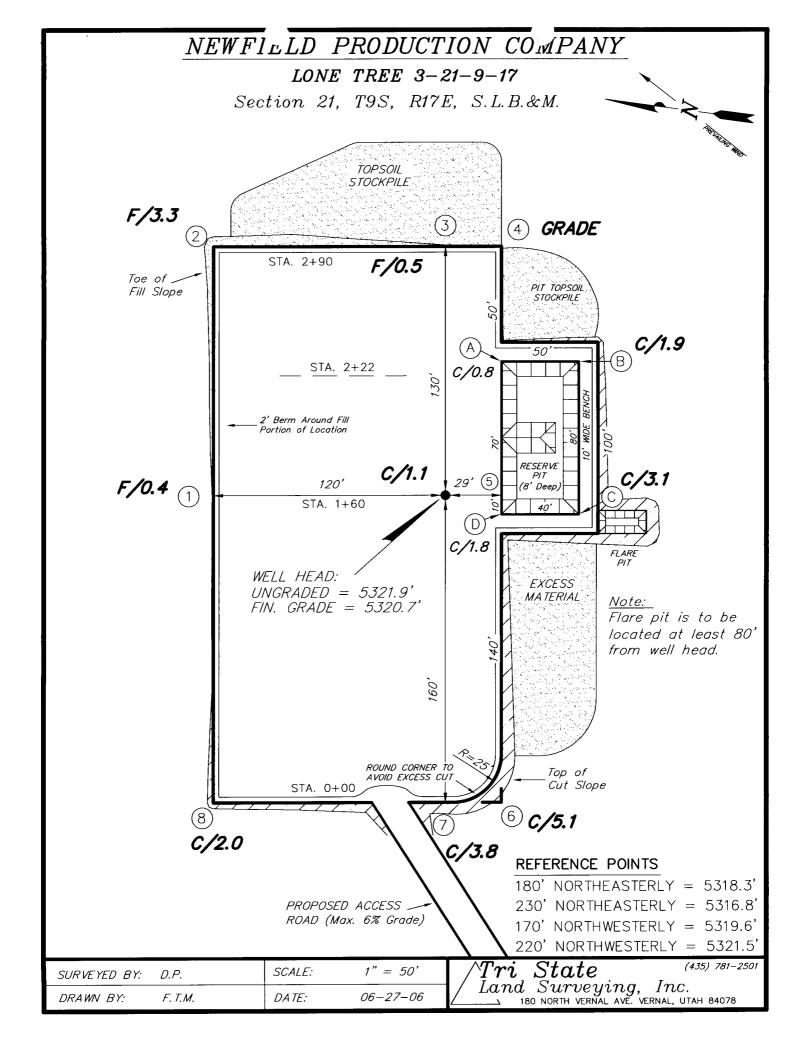
I hereby certify that the proposed drillsite and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Newfield Production Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

8/24/06 Date

Mandie Crozier

Regulatory Specialist

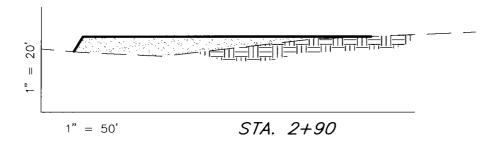
Newfield Production Company

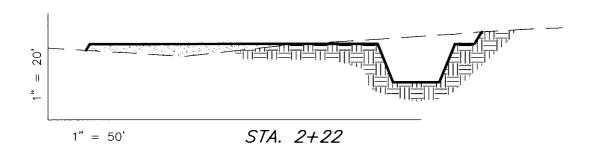


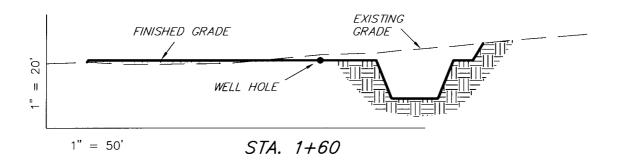
NEW FIELD PRODUCTION COMPANY

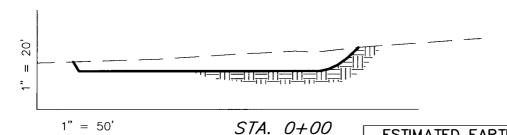
CROSS SECTIONS

LONE TREE 3-21-9-17









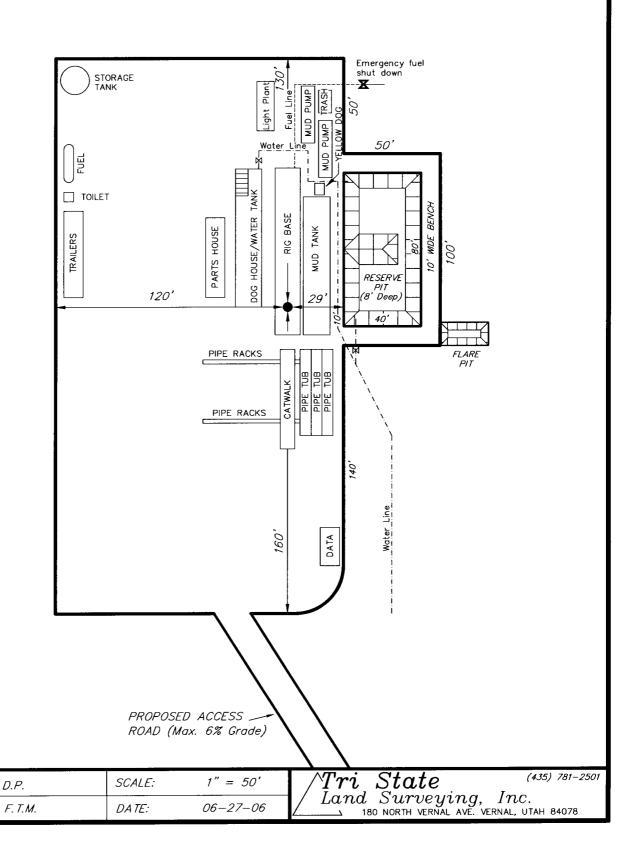
NOTE: UNLESS OTHERWISE NOTED ALL CUT/FILL SLOPES ARE AT 1.5:1

ESTIMATED EARTHWORK QUANTITIES (No Shrink or swell adjustments have been used) (Expressed in Cubic Yards)

ITEM	CUT	FILL	6" TOPSOIL	EXCESS
PAD	1,450	1,450	Topsoil is not included	0
PIT	640	0	in Pad Cut	640
TOTALS	2,090	1,450	960	640

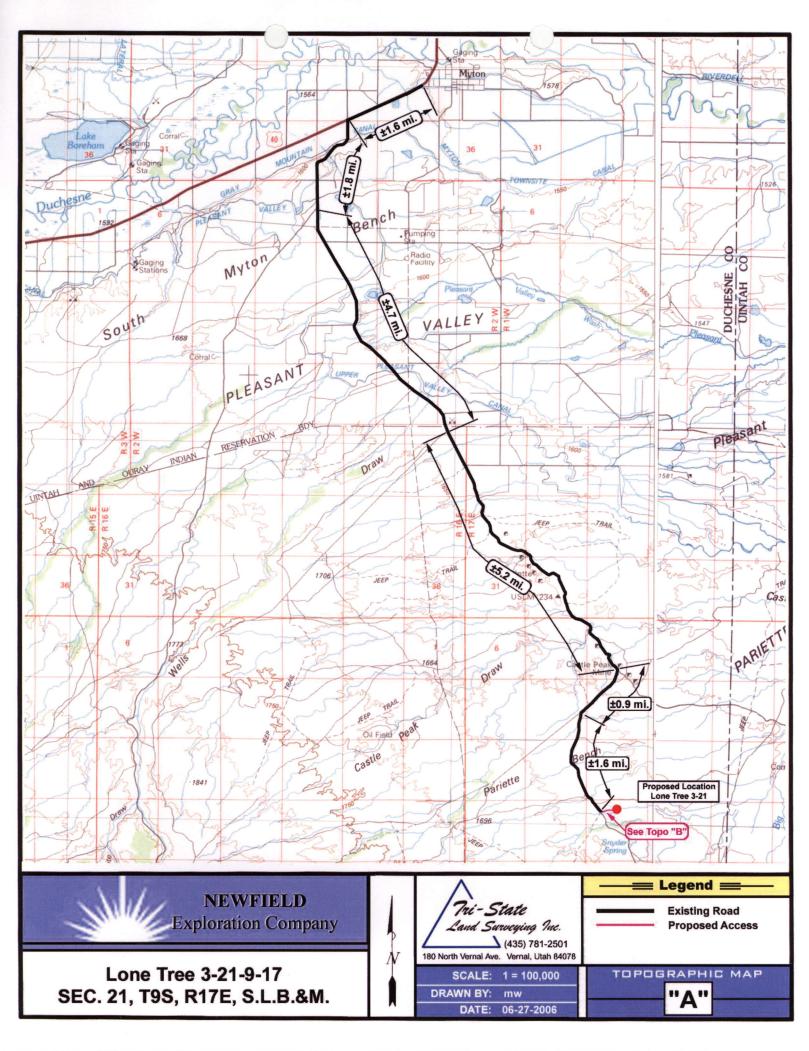
SURVEYED BY: D.P.	SCALE:	1" = 50'	$/Tri_{i}$ $State_{i}$ (435) 781-2501
DRAWN BY: F.T.M.	DATE:	06-27-06	igg/ Land S' $urveying$, Inc . 180 north vernal ave. vernal, utah 84078

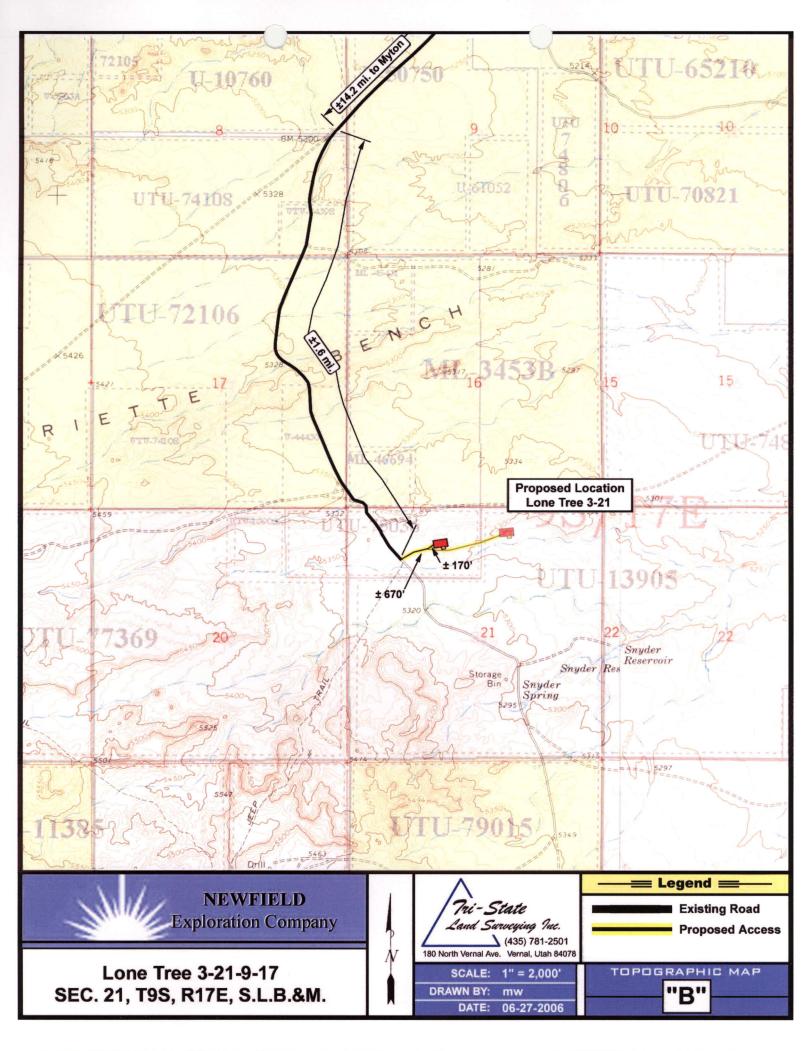
NEWFIELD PRODUCTION COMPANY TYPICAL RIG LAYOUT LONE TREE 3-21-9-17

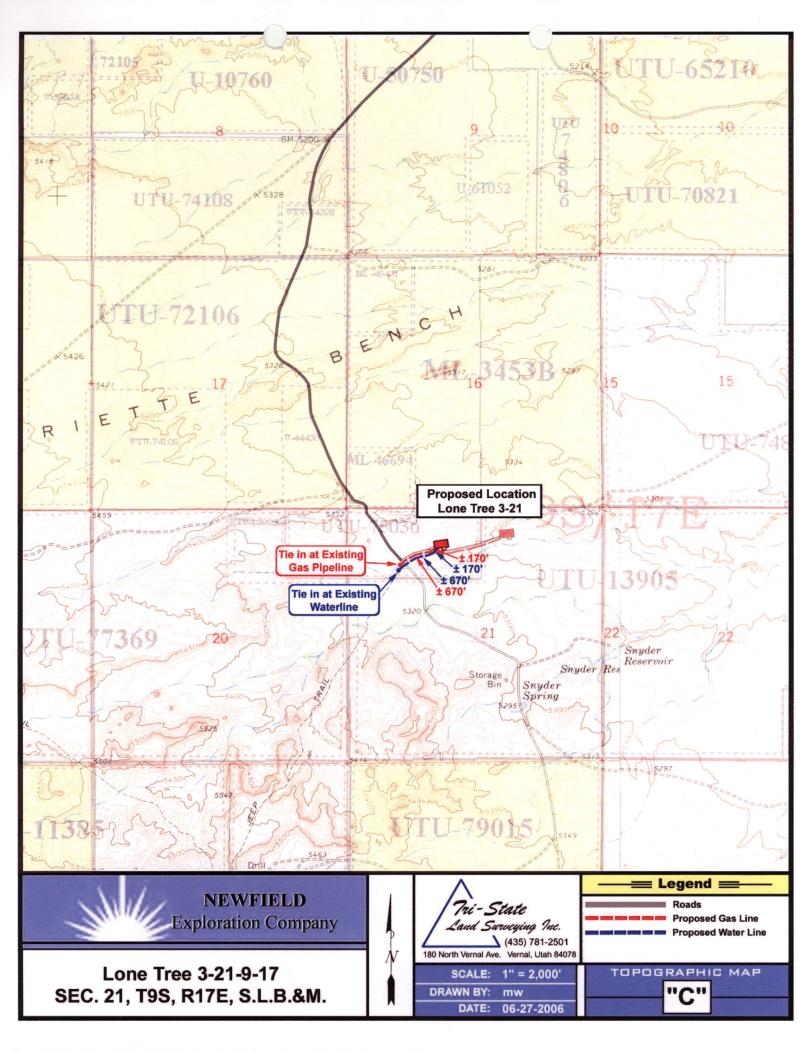


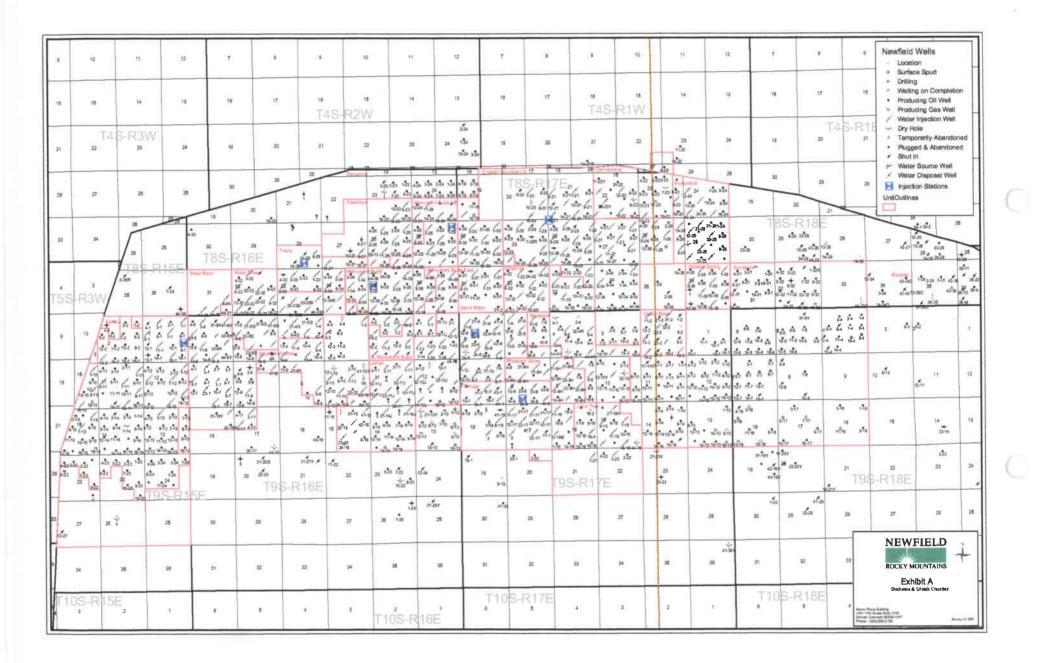
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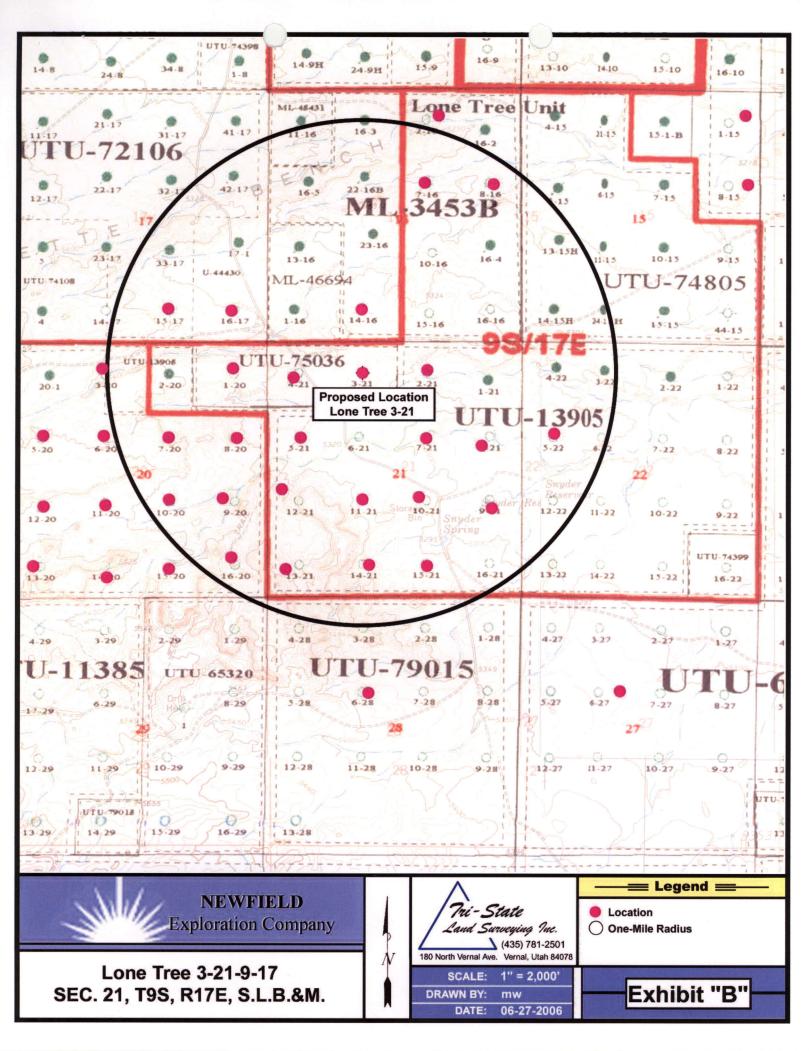
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2-M SYSTEM

Blowout Prevention Equipment Systems

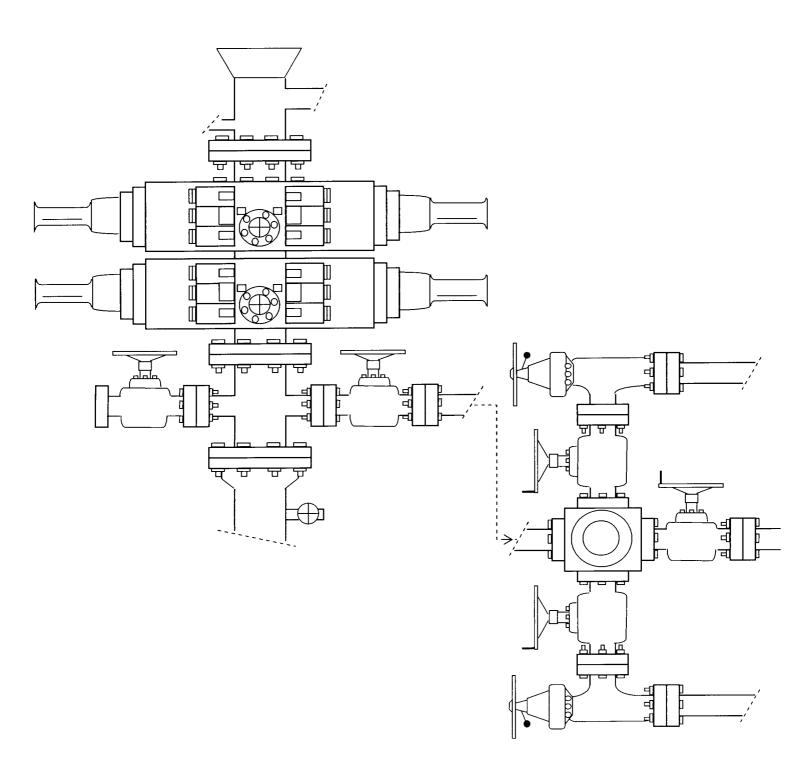


EXHIBIT C

Coxhibit D"

CULTURAL RESOURCE INVENTORY OF NEWFIELD EXPLORATION'S BLOCK PARCELS IN T9S, R17E, SEC. 19, 20, 21 & 22 DUCHESNE COUNTY, UTAH

Katie Simon

Prepared For:

Bureau of Land Management Vernal Field Office

Prepared Under Contract With:

Newfield Exploration Company Route 3 Box 3630 Myton, Utah 84052

Prepared By:

Montgomery Archaeological Consultants P.O. Box 147 Moab, Utah 84532

MOAC Report No. 04-206

June 15, 2005

United States Department of Interior (FLPMA)
Permit No. 05-UT-60122

State of Utah Antiquities Project (Survey)
Permit No. U-05-MQ-0516b

NEWFIELD PRODUCTION COMPANY

PALEONTOLOGICAL SURVEY OF PROPOSED PRODUCTION DEVELOPMENT AREAS, DUCHESNE COUNTY, UTAH

Section 20, T 9 S, R 17 E [entire section excluding the NE 1/4, NE 1/4; NW 1/4, NE 1/4; NE 1/4, NW 1/4; and NW 1/4, NW 1/4]; Section 21, T 9 S, R 17 E [entire section excluding the NE 1/4, NE 1/4], and Section 3, T 9 S, R 16 E, the following parcels [NW 1/4, NE 1/4; SW 1/4, NE 1/4; SE 1/4, NE 1/4; NE 1/4; NE 1/4; SE 1/4, SE 1/4; SW 1/4, SE 1/4 and SE 1/4, SE 1/4].

REPORT OF SURVEY

Prepared for:

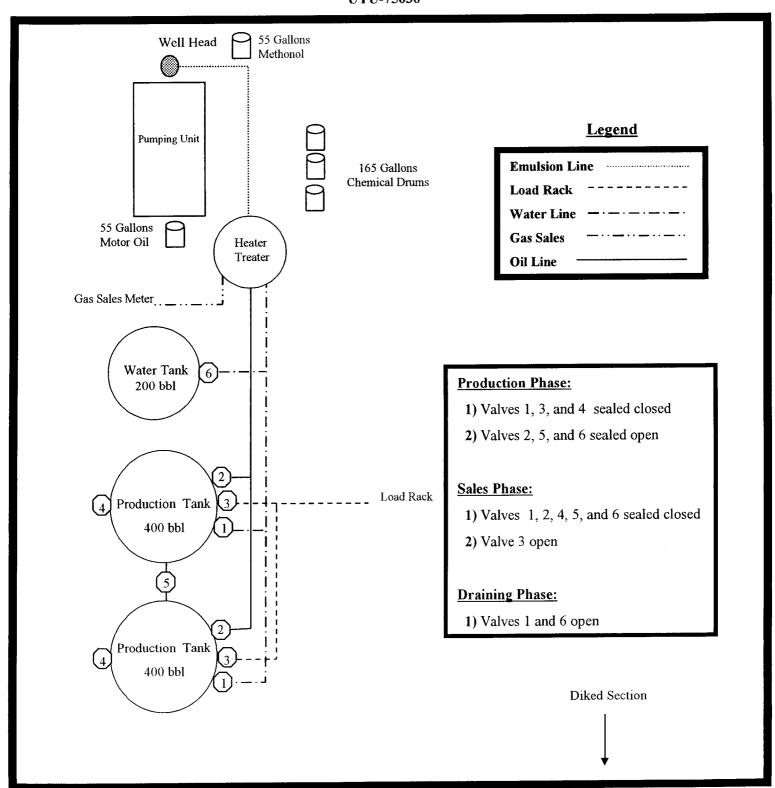
Newfield Production Company

Prepared by:

Wade E. Miller Consulting Paleontologist June 2, 2005

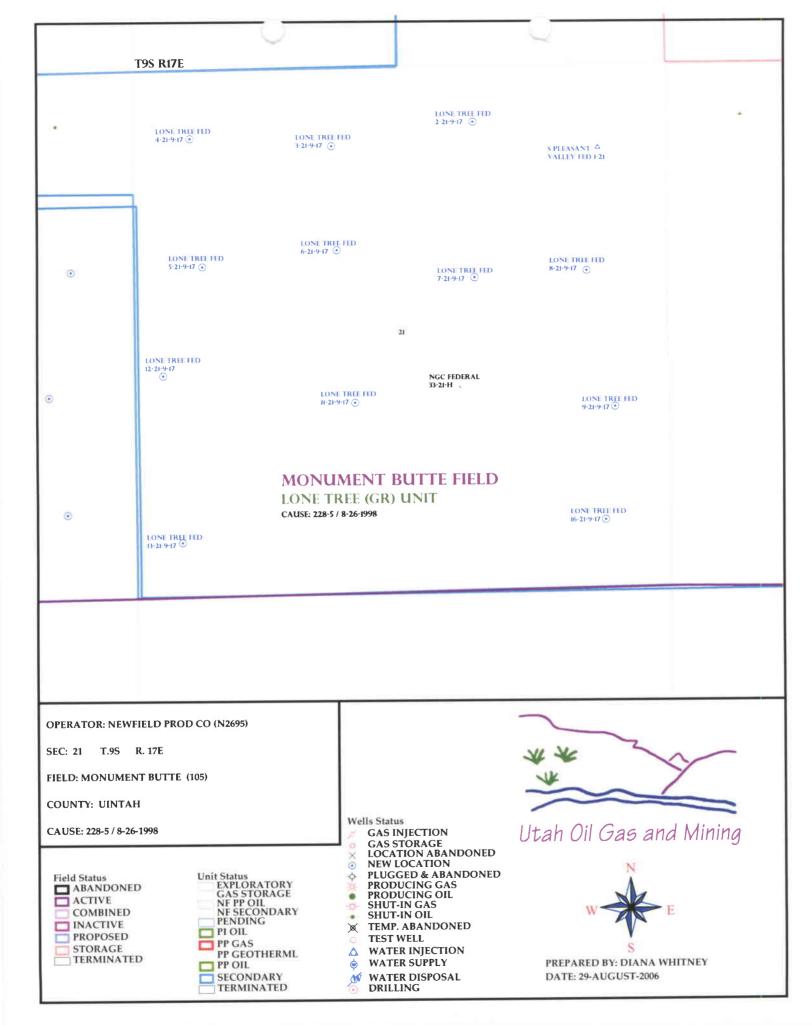
Newfield Production Company Proposed Site Facility Diagram

Lone Tree Federal 3-21-9-17 NE/NW Sec. 21, T9S, R17E Duchesne County, Utah UTU-75036



WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 08/25/2006	API NO. ASSIG	NED: 43-013	-33292
WELL NAME: LONE TREE FED 3-21-9-17			
OPERATOR: NEWFIELD PRODUCTION (N2695)	PHONE NUMBER:	435-646-3721	L
CONTACT: MANDIE CROZIER	•		
<u> </u>			
PROPOSED LOCATION:	INSPECT LOCATN	BY: /	/
NWNW 21 090S 170E	Tech Review	Initials	Date
SURFACE: 0799 FNL 1965 FWL	Po má ma a sai m m		
BOTTOM: 0799 FNL 1965 FWL	Engineering		
COUNTY: DUCHESNE	Geology		
LATITUDE: 40.02162 LONGITUDE: -110.0133	Surface		
UTM SURF EASTINGS: 584203 NORTHINGS: 443041	3		
FIELD NAME: MONUMENT BUTTE (105)			
LEASE TYPE: 1 - Federal			
LEASE NUMBER: UTU-75036	PROPOSED FORMAT	ION: GRRV	I
SURFACE OWNER: 1 - Federal	COALBED METHANE	WELL? NO	
RECEIVED AND/OR REVIEWED:	LOCATION AND SITING:		
	DC40 2 2		
✓ Plat	R649-2-3.		
Bond: Fed[1] Ind[] Sta[] Fee[] (No. UTB000192)	Unit: LONE TREE (GREE	N RIVER)	
Potash (Y/N)	R649-3-2. Genera	al	
Oil Shale 190-5 (B) or 190-3 or 190-13	Siting: 460 From Qt	r/Qtr & 920' Be	etween Wells
/ Water Permit	R649-3-3. Except	tion	
(No. MUNICIPAL)	/ Drilling Unit		
N RDCC Review (Y/N)	Board Cause No:	298.5	
(Date:)	Eff Date:	8 26 11	1 0
\(\beta\) Fee Surf Agreement (Y/N)	Siting:	5 Censia	Siting
Nill Intent to Commingle (Y/N)	R649-3-11. Dire	ctional Dril	.1
(C- C + C)			
COMMENTS: Sop Severale file			
	\		
STIPULATIONS: 1- Lewis Operwife	<u>) </u>		
		 -	



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155

P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

August 29, 2006

Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

Michael Coulthard, Petroleum Engineer

Subject:

2006 Plan of Development Lone Tree Unit, Duchesne

County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2006 within the Lone Tree Unit, Duchesne County, Utah.

API# WELL NAME LOCATION

(Proposed PZ Green River)

43-013-33281 Lone Tree Fed 2-21-9-17 Sec 21 T09S R17E 0578 FNL 1943 FEL 43-013-33282 Lone Tree Fed 16-21-9-17 Sec 21 T09S R17E 0683 FSL 0668 FEL 43-013-33283 Lone Tree Fed 13-21-9-17 Sec 21 T09S R17E 0556 FSL 0415 FWL 43-013-33285 Lone Tree Fed 12-21-9-17 Sec 21 T09S R17E 2232 FSL 0252 FWL 43-013-33286 Lone Tree Fed 11-21-9-17 Sec 21 T09S R17E 1911 FSL 2156 FWL 43-013-33287 Lone Tree Fed 9-21-9-17 Sec 21 T09S R17E 1911 FSL 0560 FEL 43-013-33288 Lone Tree Fed 8-21-9-17 Sec 21 T09S R17E 2081 FNL 0827 FEL 43-013-33288 Lone Tree Fed 7-21-9-17 Sec 21 T09S R17E 2081 FNL 0827 FEL 43-013-33289 Lone Tree Fed 6-21-9-17 Sec 21 T09S R17E 2132 FNL 1941 FEL 43-013-33290 Lone Tree Fed 5-21-9-17 Sec 21 T09S R17E 1832 FNL 2002 FWL 43-013-33291 Lone Tree Fed 4-21-9-17 Sec 21 T09S R17E 1975 FNL 0658 FWL 43-013-33292 Lone Tree Fed 3-21-9-17 Sec 21 T09S R17E 0701 FNL 0557 FWL 43-013-33292 Lone Tree Fed 3-21-9-17 Sec 21 T09S R17E 0709 FNL 1965 FWL

Our records indicate the 13-21-9-17 and the 12-21-9-17 are closer than 460 feet from the Lone Tree Unit boundary.

We have no objections to permitting the wells so long as the unit operator receives an exception to the locating and siting requirements of the State of Utah (R649-3-2).

/s/ Michael L. Coulthard

bcc: File - Lone Tree Unit

Division of Oil Gas and Mining

Central Files Agr. Sec. Chron Fluid Chron



Department of **Natural Resources**

> MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

> JOHN R. BAZA Division Director

JON M. HUNTSMAN, JR. Governor

> GARY R. HERBERT Lieutenant Governor

> > August 29, 2006

Newfield Production Company Rt. #3, Box 3630 Myton, UT 84052

Re:

Lone Tree Federal 3-21-9-17 Well, 799' FNL, 1965' FWL, NE NW, Sec. 21,

T. 9 South, R. 17 East, Duchesne County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-013-33292.

Sincerely,

Gil Hunt

Associate Director

pab **Enclosures**

Duchesne County Assessor cc:

Bureau of Land Management, Vernal District Office

Operator:	Newfield Production Company			
Well Name & Number	Lone Tree Fede	eral 3-21-9-17		
API Number:	43-013-33292 UTU-75036			
Location: <u>NE NW</u>	Sec. 21	T. 9 South	R. <u>17 East</u>	

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

RECEIVED

AUG 2 5 2006

BLM VERNAL, UTAH

Form 3160-3 (September 2001)			İ	OMB No	APPROVED -, 1064-0136 anary 31, 200-	4
UNITED STATES			Ì	5. Lease Serial No.		
DEPARTMENT OF THE IN BUREAU OF LAND MANAC	UTU-75036					
APPLICATION FOR PERMIT TO DE	6. If Indian, Allottee or Tribe Name N/A					
la. Type of Work: DRILL REENTER	₹			7. If Unit or CA Agr		
TOTAL CONTROL OF THE PARTY OF T	`					<u>- 77236X</u>
lb. Type of Well: A Oil Well Gas Well Gother	⊠ s	ingle Zone 📮 Multi	ple Zone	8. Lease Name and V Lone Tree Fe		9-17
Name of Operator Newfield Production Company				9. API Well No. 43 - 013	-332	292
3a. Address	3b. Phone N	o, (include area code)		10. Field and Pool, or	Exploratory	
Route #3 Box 3630, Myton UT 84052	(43	5) 646-3721		Monument B	utte	
4. Location of Well (Report location clearly and in accordance with	any State requ	irements.*)		11. Sec., T., R., M., or	Blk, and St	irvey or Area
At surface NE/NW 799' FNL 1965' FWL At proposed prod. zone				NW/NW Sec. 2	21, T9S R1	7E
14. Distance in miles and direction from nearest town or post office*				12. County or Parish		13. State
Approximatley 15.9 miles southeast of Myton, Utah				Duchesne		UT
15. Distance from proposed* location to nearest property or lease line, ft. (Also to pearest drie, until line, if any). Approx. 675' filse, 799' flunit	Distance from proposed* 16. No. of Acres in lease ocation to nearest property or lease line, ft.		17. Spacing	ng Unit dedicated to this well 40 Acres		
(. 11.0 to hearest dirg. and fire, it may)		0.00		BlA Bond No. on file		
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 1506'	19. Propos	'00'		UTB000192		
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approx	imate date work will sta	art*	23. Estimated duration		
5322' GL	4th Qu	arter 2006		Approximately seven (7) days from spud to rig release.		
	24. Atta	chments	•			
The following, completed in accordance with the requirements of Onsho	re Oil and Ga	Order No.1, shall be at	tached to this	form:		
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office). 	Lands, the	Item 20 above). 5. Operator certific 6. Such other site authorized offic	cation. specific info er.	ormation and/or plans	ns may be r	required by the
25. Signatore	Name	(Printed/Typed)			Date	#MAID 1 10 TO 12 22
Il landie Cusas	Ma	ndie Crozier			8/24/0)6
Title Regulatory Specialist						
Approved by (Signature)	Nam	e (Printed/Typed)			Date	
La Vannel	!	JERRI KEN	ceks		4-19.	2007
Title Assistant Field Manager	Offic	e VEDAIAI E	IELD O	EEFAC		
Lands & Mineral Resources						
Application approval does not warrant or certify the the applicant holds le	egal or equital	ble title to those rights is	n the subject l	ease which would entit	e the applica	ant to conduct

operations thereon.

Conditions of approval, if any, are attached.

INDITIONS OF APPROVAL ATTACHED

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

RECEIVED

APR 2 7 2007 NOTICE OF APPROVAL

DIV. OF OIL, GAS & MINING





UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE

VERNAL FIELD OFFICE VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Newfield Production Company

Location: Lease No: NENW, Sec. 21, T9S, R17E

Well No: API No: Lone Tree Federal 3-21-9-17 43-013-33292

Agreement:

UTU-75036 Lone Tree Unit

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
NRS/Enviro Scientist:	Paul Buhler	(435) 781-4475	(435) 828-4029
NRS/Enviro Scientist:	Karl Wright	(435) 781-4484	` '
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	
NRS/Enviro Scientist:	Melissa Hawk	(435) 781-4476	(435) 828-7381
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Jannice Cutler	(435) 781-3400	, ,
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	
		Fax: (435) 781-4410	

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a one-year period. An additional year extension may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental Scientist)	-	Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings.
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.



Page 2 of 8 Well: Lone Tree Federal 3-21-9-17 4/17/2007

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

General Surface COA

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A report will be prepared by a BLM permitted paleontologist and submitted to the AO at the completion of surface disturbing activities.

STIPULATIONS AND NOTICES:

- Adhere to Executive Order 5327 of April 15, 1930, stipulations for lands in oil shale withdrawal.
- Lands in this lease have been identified as containing Golden Eagle and Mountain Plover habitats. Modifications to the Surface Use Plan of Operations may be required in order to protect Golden Eagle and Mountain Plover habitats from surface disturbing activities in accordance with Section 6 of the lease term, Endangered Species Act, and 43 CFR 3101.1-2.
- Timing Limitations: None as per previous field examinations and existing data.

CONDITIONS OF APPROVAL:

- This well is being approved in accordance with Washington Instruction Memorandum 2005-247 and Section 390 (Category 3) of the Energy Policy Act which establishes statutory categorical exclusions (CX) under the National Environmental Policy Act (NEPA). Category 3 states that an oil or gas well can be drilled within a developed field for which an approved land use plan or any environmental document prepared pursuant to NEPA analyzed drilling as a reasonably foreseeable activity, so long as such plan or document was approved within five (5) years prior to the date of spudding the well. This well is covered under the Final Environmental Impact Statement and Record of Decision Castle Peak and Eightmile Flat Oil and Gas Exploration Project Newfield Rocky Mountains Inc., signed August 24, 2005. If the well has not been spudded by August 24, 2010, a new environmental document will have to be prepared prior to the approval of the APD.
- All applicable local, state, and/or federal laws, regulations, and/or statutes will be complied with.
- Right of way (ROW) will not be required
- All traffic related to this action will be restricted to approved routes. Cross-country vehicle travel will not be allowed.
- No vehicle travel, construction or routine maintenance activities shall be performed during
 periods when the soil is too wet to adequately support vehicles and/or construction equipment.
 If such equipment creates ruts in excess of three inches deep, the soil shall be deemed too wet
 to adequately support construction equipment.

Page 3 of 8 Well: Lone Tree Federal 3-21-9-17 4/17/2007

- The access road will be crowned and ditched. Flat-bladed roads are not allowed.
- If additional erosion occurs during the life of this project, more culverts, low water crossings, berms, wing ditches or etc. will be needed to control the erosion.
- Low-water crossings will be appropriately constructed to avoid sedimentation of drainage ways and other water resources.
- Pipelines will be buried at all major drainage crossings.
- Prevent fill and stock piles from entering drainages.
- The reserve pit will be lined with a 12 ml or greater liner and felt prior to spudding.
- The liner is to be cut 5 feet below ground surface or at the level of the cuttings, whichever is deeper, and the excess liner material is to be disposed of at an authorized disposal site.
- When the reserve pit contains fluids or toxic substances, the operator must ensure animals do not ingest or become entrapped in pit fluids.
- If Uinta Basin hookless cactus or other special status plants are found, construction will cease and the AO will be notified to determine the appropriate mitigation.
- The following seed mix (PLS formula) will be used for interim reclamation:

Western Wheatgrass (*Pascopyrum smithii*) 6 lbs/acre Galleta Grass (*Hilaria jamesii*) 6 lbs/acre

- Rates are set for drill seeding; double the rate if broadcasting.
- Reseeding may be required if initial seeding is not successful.
- The operator will be responsible for treatment and control of invasive and noxious weeds.
- The topsoil from the reserve pit shall be stripped and piled separately near the reserve pit. When the reserve pit is closed, it shall be recontoured and the topsoil respread, and the area shall be seeded in the same manner as the location topsoil.
- Once the location is plugged and abandoned, it shall be recontoured to natural topology, topsoil shall be respread, and the entire location shall be seeded with a seed mix recommended by the AO (preferably of native origin). Seed application will follow all guidelines in the interim seed mix bullet statement above. If reclamation seeding should take place using the broadcast method, the seed at a minimum will be walked into the soil with a dozer immediately after the seeding is completed.
- The authorized officer may prohibit surface disturbing activities during severe winter conditions
 to minimize watershed damage. This limitation does not apply to operation and maintenance of
 producing wells.

Page 4 of 8 Well: Lone Tree Federal 3-21-9-17 4/17/2007

- The authorized officer may prohibit surface disturbing activities during wet or muddy conditions to minimize watershed damage. This limitation does not apply to operation and maintenance of producing wells.
- All well facilities not regulated by OSHA will be painted Carlsbad Canyon.
- All boulders with a length or diameter greater than 3 feet, that are found showing at the surface, will be stockpiled for use during final reclamation.
- Notify the Authorized Officer 48 hours prior to surface disturbing activities.

DOWNHOLE CONDITIONS OF APPROVAL

SITE SPECIFIC DOWNHOLE CONDITIONS OF APPROVAL

None.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- <u>Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.</u>
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the
 daily drilling report. Components shall be operated and tested as required by Onshore Oil &
 Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
 performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be
 reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
 is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
 Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.

Page 6 of 8

Well: Lone Tree Federal 3-21-9-17 4/17/2007

 A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.

- Chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a
 weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is
 completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

OPERATING REQUIREMENT REMINDERS:

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.
- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written
 communication and must be received in this office by not later than the fifth business day
 following the date on which the well is placed on production. The notification shall provide, as a
 minimum, the following informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will
 be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be
 reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major
 Events" will be reported in writing within 15 days. "Minor Events" will be reported on the
 Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

Page 8 of 8 Well: Lone Tree Federal 3-21-9-17 4/17/2007

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
 Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
 and all future meter proving schedules. A copy of the meter calibration reports shall be
 submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
 standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
 measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
 to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
 first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
 adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
 sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
 Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
 order that a representative may witness plugging operations. If a well is suspended or
 abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent
 Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual
 plugging of the well bore, showing location of plugs, amount of cement in each, and amount of
 casing left in hole, and the current status of the surface restoration.

L XM 3150-5 (June 1990)

'NITED STATES
DEPA MENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Expires: March 31, 1993
Budget Bureau No. 1004-0135
FORM APPROVED

Expires:	March 31, 1993
Legge Design	etion and Serial No.

	Expires: March 31, 1993	
SUNDRY NOTICES AND REPORTS ON WELLS		
Do not use this form for proposals to drill or to deepen or reentry a different reservoir. Use "APPLICATION FOR PERMIT -" for such proposals		
SUBMIT IN TRIPLICATE 1. Type of Well		
	8. Well Name and No. LONE TREE FEDERAL 3-21-9-17 9. API Well No. 43-013-33292	
2. Name of Operator NEWFIELD PRODUCTION COMPANY 3. Address and Telephone No. Rt. 3 Box 3630, Myton Utah, 84052 435-646-3721 4. Location of Well (Footage, Sec., T., R., m., or Survey Description) 799 FNL 1965 FWL NE/NW Section 21, T9S R17E		
		TO INDICATE NATURE OF NOTICE, REP
ITPE	DF ACTION	
Abandonment Recompletion Plugging Back Casing Repair	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off	
	pen or reentry a different reservoir. OR PERMIT -" for such proposals TRIPLICATE 46-3721 n 21, T9S R17E TO INDICATE NATURE OF NOTICE, REF TYPE (Abandonment Recompletion Plugging Back	

Newfield Production Company requests to extend the Permit to Drill this well for one year. The original approval date was 8/29/06 (expiration 8/29/07).

> Approved by the Utah Division of Oil, Gas and Mining

AUG 1 4 2007

DIV CE OIL CA

RY		Div. of Oil, gas & Mining		
14. I hereby certify that the foregoing is true and correct Signed Mandie Crozier	Title	Regulatory Specialist	Date	8/10/2007
CC: UTAH DOGM				
(This space for Federal or State office use)				
Approved by	Title		Date	
Conditions of approval, if any:				
CC: Utah DOGM				

Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

Farm	43-013-33292			
	Lone Tree Federal			
	NE/NW Section 21,	Newfield Production Comp	nony	
	Permit Issued:		pany	
Date Original i	emmi issucu.	0.25.200		
The undersiane	d as owner with	legal rights to drill on	the property as permitted	
above, hereby \	verifies that the	information as submitt	ed in the previously	
approved applic	cation to drill, re	mains valid and does	not require revision.	
••				
Following is a c	hecklist of some	e items related to the a	application, which should be	<u> </u>
<u>verified.</u>				
16 la a a ka al a manda		ha aumarahin ahanga	d if an han the surface	
it located on pri	vate land, has t	ne ownership changed	d, if so, has the surface	
agreement beel	n updated? Yes			
Have any wells	been drilled in f	the vicinity of the prope	osed well which would affe	ct
		nts for this location? Y		
ine opdoing or c	ming roquironio			
Has there been	any unit or other	er agreements put in p	lace that could affect the	
permitting or op	eration of this p	roposed well? Yes□I	Vo ☑	
-				
			cluding ownership, or right-	
of-way, which c	ould affect the p	proposed location? Ye	s□No☑	
		to the control of the		
Has the approv	ed source of wa	ater for drilling change	a? resultor	
Uava thara haa	n any physical (changes to the surface	e location or access route	
nave mere bee	re a change in r	hanges to the surface	iscussed at the onsite	
evaluation? Yes		Maria IIOIII What was a	isoussed at the choice	
evaluations				
ls bonding still i	in place, which o	covers this proposed v	vell? Yes ☑ No □	
1	,	, ,		
	1./		0/10/2007	
11 and	elwar	<u>) </u>	8/10/2007	
Signature			Date	
Tido.				
Title: Regulatory	y Specialist			
			Alic	الاسيد. سام ما
Representina:	Newfield Production	on Company	AUG 14	† 2007
	146WHCIG I TOUGCH	on company	-	

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Cor	npany:	NEWFIELD PRODUCTION COMPANY				
Well Name:_		LONE	TREE FED	3-21-9-17		
Api No <u>:</u>	43-013-3329)2	_Lease Typ	e:FEDI	ERAL	
Section 2	1Township_	09S Range	e <u>17E</u> Cοι	inty DUC	CHESNE	
Drilling Con	tractor	NDSI		RIG #	NS#1	
SPUDDE		08/20/07				
	Time	4:30 PM				
	How	DRY	·			
Drilling wi	ill Commend	e:				
Reported by		TROY ZUF	EIT			
Telephone #		(435) 823-60	013			
Date	08/21/07	,	Signed	CHD		

STATE OF UTAH DIVISION OF OIL, GAS AND MINING **ENTITY ACTION FORM -FORM 6**

AUG 2 2 2007

OPERATOR: NEWFIELD PRODUCTION COMPANY

ADDRESS: RT. 3 BOX 3630

MYTON, UT 84862

OPERATOR ACCT. NO.

N2695

DIV. OF OIL, GAS & N

ACTION	CURRENT ENTITY NO.	NEW	AN NUMBER	TVELL NAME	T		******				
- COLE	ENTITY (NU.	ENTITY NO.			qu	SC	TP	LOCATION	CODATY	SPUD DATE	EFFECTIVE DATE
В	99999	12276	4301333518	WELLS DRAW FED G-4-9-16	SENW	4	98	16E	DUCHESNE	8/16/2007	8/28/07
METT 10	COMMENTS:	. 1					1	1	IDOUGLE	0/10/2007	10/00/01
	GR	RV	BHL	SENW							
ACTION	CURRENT	NEW	APINUMBER	WELL KAME	Γ	1 446	ELL LOCA	TROM		0010	
I we	EMITY NO.	ENTITY NO.			QQ	9C	TP.	RG	COUNTY	SPUO Date	EFFECTIVE DATE
A	99999	16324	4301332920	FEDERAL 9-18-9-16	NESE	18	95	16E	DUCHESNE	8/17/2007	8/28/07
	GERV	1			- -			•			1 - 70 - 907
ACTION CODE	CAMPLENT ENTITY NO.	MEM'	API MANDER	WELLNAME	1		9671	LOCATION			
	DAIL (W.).	ENRIT NO.			go	BC	19	WG	COUNTY	SPUID EIATE	EFFECTIVE
В	99999	12417	4301333292	LONE TREE FED 3-21-9-17	NENW	21	95	17E	DUCHESNE	8/20/2007	8/28/07
ACTION	CURRENT	MEN	API NUMBER	WELL MAJE	<u> </u>		WELL	OCATION		-	
								160	000mm	SPUD	EFFECTIVE
		<u> </u>									
ACTION	CURRENT ENTITY NO.	NEW	API NUMBER	WELL NAME			WELL	OCATION	· · · · · · · · · · · · · · · · · · ·	SPUD	
	EMILT NO.	ENTTTY NO.			OC	38	TP	RB	COLIMITY	DATE	EFFECTIVE DATE
<u> </u>											
WELLS	COMMENTS:										
ACTION	CURRENT	MEW	API NUMBER	WELL NAME		·	****				
CODE	ENTITY NO.	ENTTTY NO.			QQ	sc	ABIT (RG	COUNTY	SPUD	EFFECTIVE
	;								GOGILIT	DATE	DATE
WELLS	COMENTS:					i	[
ACTION	20065 (Bee instructions on bec	ck of least									•
A- (new entity for new wall (pingle) well to existing entity figures or	nali anly) unit nali							Mile	1/20	
C- 1	two was entire entiry to seek	ar existing emily							NAAI!	V/71	/ Jentri Park

- 0 well from one existing early to a more only
- E ther (explain in comments suction)

Production Clerk

August 22, 2007

Date

FORM 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an
abandoned well. Use Form 3160-3 (APD) for such proposals

FORM A	PPROVED
OMB No.	1004-0135
Expires January	uary 31.200

5. Lease Serial No. USA UTU-75036

abandoned v	veil. Use Form 3160-3 (AP	D) for such proposal	s.	6. If Indian, Allot	ttee or Tribe Name.
1. Type of Well	PERFORMANCE CANADA AND	chestinos di persone	(ake	7. If Unit or CA/A	Agreement, Name and/or
	Other			8. Well Name and	i No.
2. Name of Operator NEWFIELD PRODUCTION CO	OMBANIS			LONE TREE	FEDERAL 3-21-9-17
3a. Address Route 3 Box 3630	UMPANY	3b. Phone (include are		9. API Well No.	
Myton, UT 84052		3b. Phone (include are 435.646.3721	e coae)	4301333292	I Poul 4
4. Location of Well (Footage,	Sec., T., R., M., or Survey Descrip			MONUMENT	l, or Exploratory Area
799 FNL 1965 FWL	•	•		11. County or Par	
NENW Section 21 T9S R17E				DUCHESNE, U	JT
12. CHECK	APPROPRIATE BOX(ES	S) TO INIDICATE NA	TURE OF NO	OTICE, OR OT	HER DATA
TYPE OF SUBMISSION		TYP.	E OF ACTION		
☐ Notice of Intent ☑ Subsequent Report ☐ Final Abandonment	Acidize Alter Casing Casing Repair Change Plans Convert to	Deepen Fracture Treat New Construction Plug & Abandon Plug Back	Reclamation	e ly Abandon	Water Shut-Off Well Integrity Other Weekly Status Report
of the involved operations. If the op Final Abandonment Notices shall be inspection.) On 8/31/07 MIRU Patters 8.625 csgn to 1,500 psi. \ out cement & shoe. Drill a Dig/SP/GR log's TD to su KB. Cement with 340 sks	performed or provide the Bond No. on eration results in a multiple completion filled only after all requirements, including on # 155. Set all equipment /ernal BLM field, & Roosever 7.875 hole with fresh waterface. PU & TIH with Guide cement mixed @ 11.0 ppg a pit. Nipple down Bop's. Dro	or recompletion in a new interding reclamation, have been con. Pressure test Kelly, Telt DOGM office was not to a depth of 5700'. L shoe, shoe jt, float col & 3.43 yld. The 400 skop slips @ 87,000 #'s to be slips @ 87,000 #'s	val, a Form 3160-4 st inpleted, and the oper FIW, Choke ma otifed of test. P ay down drill si lar, 148 jt's of 5 is cement mixe	nall be filed once test ator has determined to mifold, & Bop's U BHA and tag tring & BHA. O 5.5 J-55, 15.5# d @ 14.4 ppg 6	to 2,000 psi. Test g cement @ 269'. Drill pen hole log w/ csgn. Set @ 5676.16/ \$ 1.24 vld. Returned 40
correct (Printed/ Typed)	true and	Title			
Don Bastian		Drilling Forema	n		
Signature Don Bas	tian	Date 09/08/2007			
	Tangan Vice Bush		yng water		
Approved by		Title		l Det	
Conditions of approval, if any, are attached		rant or		Date	
certify that the applicant holds legal or equ which would entitle the applicant to condu	itable title to those rights in the subject ct operations thereon.	lease Office			
Title 18 U.S.C. Section 1001 and Title 43	U.S.C. Section 1212, make it a crime fo	r any person knowingly and wi	ilfully to make to any	department or agen	cy of the United

(Instructions on reverse)

States any false, fictitious and fraudulent statements or representations as to any matter within its jurisdiction

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SEP 1 1 2007

INCOMPANY - CASING & CEMENT REPORT

			5 1/2"	CASING SET	AT	5676.16				
					Fit clir @	5654.81				
LAST CASI	NG 8 <u>5/8"</u>	Set @	307.45	5	OPERATOR	₹	Newfield	Production	Company	
DATUM	12' KB			 .	WELL	Lone Tree	Federal 3	21-9-17		
DATUM TO	CUT OFF C	ASING	12'	····	FIELD/PRO	SPECT _	Monumen	t Butte		
DATUM TO	BRADENHI	EAD FLANGE	<u> </u>		CONTRACT	TOR & RIG#		Patterson-	JTI Rig # 155	
TD DRILLER	5700'	TD loggers	5693'					, , , , , , , ,		
HOLE SIZE	7 <u>7/8"</u>			-11-5E						
LOG OF CA	SING STRIN	NG:				·				
PIECES	OD	ITEM -	MAKE - DESC	RIPTION	WT/FT	GRD	THREAD	CONDT	LENGTH	
		Landing Jt					,,		14	
		Short jt	6.26' @ 3662	90'						
148	5 1/2"	ETC LT & C			15.5#	J-55	8rd	Α	5642.81	
				****					0.6	
1	5 1/2"	ETC LT&C	csg		15.5#	J-55	8rd	Α	20.1	
			GUIDE	shoe			8rd	Α	0.65	
CASING INV	ENTORY B	AL.	FEET	JTS	TOTAL LENGTH OF STRING 56					
TOTAL LEN	GTH OF ST	RING	5678.16	149	LESS CUT OFF PIECE					
LESS NON (CSG. ITEMS		15.25		PLUS DATUM TO T/CUT OFF CSG					
PLUS FULL	JTS. LEFT (DUT	227.1	6	CASING SET DEPTH 5676.16					
	TOTAL		5890.01	155	٦			•		
TOTAL CSG	DEL. (W/O	THRDS)	5890.01	155	COMPAR	RE				
TIMING			1ST STAGE	2nd STAGE						
BEGIN RUN	CSG.		9/7/2007	11:45 AM	GOOD CIRC T	THRU JOB		Yes		
CSG. IN HOL	E		9/7/2007	3:00 PM	Bbis CMT CI	RC to surfac	40 bbl	s Spacer Back	(To Surface	
BEGIN CIRC			9/7/2007					THRUSTROK		
BEGIN PUMI	CMT		9/7/2007	4:54 PM	DID BACK P	RES. VALVE	HOLD ?	Yes		
BEGIN DSPL	. CMT		9/7/2007	5:45 PM	BUMPED PL	UG TO		1350	PSI	
PLUG DOWN	1		9/7/2007	6:10 PM						
CEMENT US	ED			CEMENT COM	IPANY- I	B. J.				
STAGE	# SX			CEMENT TYP	E & ADDITIV	ES				
1	340	Premlite II w	/ + 3 % KCL, 5#	rs /sk CSE + 2	# sk/kolseal +	5SMS+FP+	SF			
		mixed @ 11.	0 ppg W / 3.49	cf/sk yield						
2	400	50/50:2 W/ 2	2% Gel + 3% K	CL,.5%EC1,1/4	# skC.F.2%S	F+.3% SMS-	FP-6L mixe	d @14.4 ppg\	N/ 1.24YLD	
CENTRALIZE	R & SCRAT	CHER PLAC	EMENT			SHOW MAKE	& SPACIN	G		
Centralizers	- Middle fir	st, top seco	nd & third. Th	en every third	collar for a	total of 20.				
· · · · · · · · · · · · · · · · · · ·										
				·						

DATE <u>9/8/2007</u>

COMPANY REPRESENTATIVE Don Bastian

FORM 3160-5 (September 2001)

4. Location of Well

799 FNL 1965 FWL

NENW Section 21 T9S R17E

UNITED STATES

(Footage, Sec., T., R., M., or Survey Description)

OCT 0 5 2007

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FORM APPROVED OMB No. 1004-0135

11. County or Parish, State

DUCHESNE, UT

DEPARTMENT OF THE INTERIOR Expires January 31,2004 **BUREAU OF LAND MANAGEMENT** Lease Serial No. SUNDRY NOTICES AND REPORTS ON WEAL SF OIL, GAS & MINING Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. USA UTU-75036 6. If Indian, Allottee or Tribe Name. Topines in the thire makes is fed to 7. If Unit or CA/Agreement, Name and/or LONE TREE UNIT Type of Well Oil Well Gas Well Other Well Name and No. LONE TREE FEDERAL 3-21-9-17 2. Name of Operator NEWFIELD PRODUCTION COMPANY 9. API Well No. 3a. Address Route 3 Box 3630 3b. Phone (include are code) 4301333292 10. Field and Pool, or Exploratory Area Myton, UT 84052 435,646,372 MONUMENT BUTTE

12. CHEC	K APPROPRIATE BO	X(ES) TO INIDICATE NA	ATURE OF NOTICE, OR O	THER DATA
TYPE OF SUBMISSION		TYP	E OF ACTION	
Notice of Intent Subsequent Report Final Abandonment	Acidize Alter Casing Casing Repair Change Plans Convert to	Deepen Fracture Treat New Construction Plug & Abandon Plug Back	Production(Start/Resume) Reclamation Recomplete Temporarily Abandon Water Disposal	Water Shut-Off Well Integrity Other

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Formation water is produced to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Newfield's secondary recovery project.

Water not meeting quality criteria, is disposed at Newfield's Pariette #4 disposal well (Sec. 7, T9S R19E) or at State of Utah approved surface disposal facilities.

> Accepted by the Utan Division of Oil. Gas and Mining

FOR RECORD ONLY

I hereby certify that the foregoing is true and	Title						
COTTRECT (Printed/ Typed) Mandie Crezier	Regulatory Specialist						
Signature Condi Cost	Date 10/02/2007						
CHESTAVE DELOC	projektronesii trasiningsiisije						
Approved by	Title	Date					
Conditions of approval, if any, are attached. Approval of this notice does not was certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.	rant or lease Office						
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for States any false, fictitious and fraudulent statements or representations as to any	r any person knowingly and willfully to make to any departme	ent or agency of the United					

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

5. LEASE DESIGNATION AND SERIAL NUMBER	R:
USA UTU-75036	

	DIVISION OF OIL, GAS ANI	O MINING	USA UTU-75036
SUNDRY	NOTICES AND REPO	ORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to dri	Il new wells, significantly deepen existing wells be al laterals. Use APPLICATION FOR PERMIT TO	low current bottom-hole depth, reenter plugged DRILL form for such proposals.	7. UNIT OF CA AGREEMENT NAME: LONE TREE UNIT
TOTAL OF WELL	OIL WELL LAZ GAS WELL OTHER OPERATOR: BOX 3630 CITY MYION STATE UT ZIP 84052 435.646.3721 NOR WELL: SA AT SURFACE: 799 FNL 1965 FWL SECTION TOWNSHIP RANGE MERIDIAN: NENW, 21, T9S, R17E CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, I OF SUBMISSION TYPE OF ACTION ICE OF INTENT CASING FRACTURE TREAT ACIDIZE PRACTURE TREAT ACIDIZE PRACTURE TREAT CHANGE REPAIR NEW CONSTRUCTION CHANGE TUBING PLUG AND ABANDON SECUENT REPORT CHANGE WELL STATUS OF WORL Completion: SECUENT REPORT CONMINGLE PRODUCTION (START/STOP) OF WORL Completion: CONMINGLE PRODUCTION START/STOP) CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORM THE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, de above subject well was completed on 10/01/07, attached is a daily completion status rep		8. WELL NAME and NUMBER: LONE TREE FEDERAL 3-21-9-17
2. NAME OF OPERATOR:			9. API NUMBER:
NEWFIELD PRODUCTION COM	IPANY		4301333292
3. ADDRESS OF OPERATOR:	·		10. FIELD AND POOL, OR WILDCAT:
	ry Myton STATE UT	ZIP 84052 435.646.3721	MONUMENT BUTTE
4. LOCATION OF WELL: FOOTAGES AT SURFACE: 799 FNL 19	965 FWL		COUNTY: DUCHESNE
OTR/OTR. SECTION. TOWNSHIP. RANGE.	MERIDIAN: NENW, 21, T9S, R17E		STATE: UT
11. CHECK APPROL	PRIATE BOXES TO INDICATE	E NATURE OF NOTICE, REPO	ORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION
NOTICE OF INTENT		FRACTURE TREAT	SIDETRACK TO REPAIR WELL
, , ,		=	TEMPORARITLY ABANDON
Approximate date work will			TUBING REPAIR
		=	VENT OR FLAIR
		=	WATER DISPOSAL
SUBSEOUENT REPORT (Submit Original Form Only)	1=	=	WATER SHUT-OFF
Date of Work Completion:		=	
		=	X OTHER: - Weekly Status Report
10/18/2007	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION	
12. DESCRIBE PROPOSED OR CO	OMPLETED OPERATIONS. Clearly show a	all pertinent details including dates, depths, v	volumes, etc.
The above subject well wa	s completed on 10/01/07, attached i	s a daily completion status report.	
NAME (PLEASE PRINT) Jentri Park		TITLE Production Clerk	
V 11.	1 //2	10/19/2007	
SIGNATURE /////	1/6/	DATE 10/18/2007	
	1		
(This space for State use only)	/	(DECENT	D

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Daily Activity Report

Format For Sundry LONETREE 3-21-9-17 8/1/2007 To 12/30/2007

9/21/2007 Day: 1

Completion

Rigless on 9/20/2007 - Instal 5K frac head. NU 6" 5K Cameron BOP. RU H/O truck & pressure test casing, blind rams, frac head, csg & casing valves to 4500 psi. RU Perforators LLC WLT w/ mast & run CBL under pressure. WLTD @ 5617' & cement top @ 643'. Perforate stage #1, A3 sds @ 4762-96' & A1 sds @ 4724-34', 4702-14' w/ 3-1/8" Slick Guns (19 gram, .49"HE. 120°) w/ 4 spf for total of 208 shots. 134 bbls EWTR. SIFN.

9/25/2007 Day: 2

Completion

Rigless on 9/24/2007 - RU BJ Services "Ram Head" frac flange. RU BJ & frac A sds, stage #1 down casing w/ 220,906#'s of 20/40 sand in 1476 bbls of Lightning 17 frac fluid. Spot 30 gals of Techna Hib before pad. Perfs broke down @ 1180 psi. Treated @ ave pressure of 1416 @ ave rate of 24.7 bpm w/ 8 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 1740. 1610 bbls EWTR. Leave pressure on well. RU Perforators LLC WLT, crane & lubricator. RIH w/ Weatherford 5-1/2" (6K) composite flow through frac plug & 13' perf gun. Set plug @ 4650'. Perforate B2 sds @ 4583-96', B1 sds @ 4562-66', B.5 sds @ 4528-32', C sds @ 4472-77' w/ 3-1/8" Slick Guns (23 gram, .49"HE, 120°) w/ 4 spf for total of 104 shots. RU BJ & frac B & C sds, stage #2 w/ 85,717#'s of 20/40 sand in 630 bbls of Lightning 17 frac fluid. Spot 30 gals of Techna Hib before pad. Perfs broke down @ 1472 psi. Treated @ ave pressure of 1473 @ ave rate of 24.8 bpm w/ 8 ppg of sand. ISIP was 1731. 2240 bbls EWTR. RD BJ & WLT. Flow well back. Well flowed for 5 hours & died w/ 350 bbls rec'd. SIFN.

9/28/2007 Day: 3

Completion

NC #1 on 9/27/2007 - 6:30AM MIRU NC#1, OWU, N/D 10,000 BOP & Frac HD. N/U 3,000 Finge & 5,000 BOP. R/U Fir, P/U & RIH W/-4 3/4 Bit, Bit Sub, 130 Jts Tbg, eob @ 4047', SWI, 6:00PM C/SDFN, 6::00PM To 6;30PM C/Trvl

9/29/2007 Day: 4

Completion

NC #1 on 9/28/2007 - 6:30AM OWU, R/U R/pmp, Curc Well Clean Due To Oil, RIH W/-19 Jts Tbg To Fill @ 4619', R/U Nabors Pwr Swvl, C/Out To Plg @ 4650', Drill Up Plg, 34 Min Drill Time, Swvl I/Hle To Fill @ 5385', C/Out To PBTD @ 5646', Curc Well Clean 1 Hr, POOH W/-5 Jts Tbg, EOB @ 5508'. R/U Swab, RIH IFL @ Surf, Made 11 Swab Runs, Recvred 128 Bbls Wtr, Lite Trce Sand, 5% Oil Cut. FFL @ 300', Well Tryed To Flow 2 Time Thru Day But Would Not Stay Flowing. SWI, 6:30PM C/SDFN. Lost 90 Bbls Wtr On Drill Out To PBTD, Total Wtr Recvery For Day = 38 Bbls.

10/2/2007 Day: 5

Completion

NC #1 on 10/1/2007 - 6:30AM OWU, RIH W/-Tbg To Fill @ 5644', R/U R/pmp, C/Out To PBTD @ 5646', Curc Well Clean, POOH W/-182 Jts Tbg, Bit Sub & Bit. P/U & RIH W/-Tbg Production Detail Shown Below. N/D BOP, Set 5 1/2 T/A In 15,000 Tension, N/U W/-HD. R/U R/pmp, Flsh Tbg W/-60 Bbls Wtr. P/U Stroke & RIH W/-CDI-2 1/2x1 1/2x12x15 1/2 RHAC Rod Production String Shown Below, Seat pmp, R/U Unit, Hole Standing Full, Stroke Unit & Tbg To 800 Psi, Good Test. R/D Rig. POP

@ 6:30PM 86" SL, 5 1/2 SPM, C/SDFN, 142 Bbls Lost For Day On C/Out To PBTD, (Final Report).

Pertinent Files: Go to File List



UNITED STATES DEPARTMENT OF THE INTERIOR

SUBMIT IN DUPLICATE* FORM APPROVED

(See other instructions ons reverse side) OMB NO. 1004-0137

Expires: February 28, 1995

5. LEASE DESIGNATION AND SERIAL NO.

···		BURE	AU OF	LAND	MANAGEN	<u>IEN</u>	IT				UTU	-75036
WELL C	OMPL	ETION	OR R	ECOM	IPLETION	l R	EPORT A	ND LOG	*	6. IF INDIAN		OR TRIBE NAME
1a. TYPE OF WORK		OIL WELL	x	GAS WELL	DRY	$\overline{\Box}$	Other			7. UNIT AGR	REEMENT NA	
lb. TYPE OF WELL		WELL		WELL		ш	Other				One me	e i ederai
NEW 🗸	work 🔲		\neg	PLUG	DIFF	\Box				8. FARM OR	LEASE NAM	IE, WELL NO.
WELL X	OVER	DEEPEN		BACK	RESVR.		Other			Lone	Tree Fe	deral 3-21-9-17
2. NAME OF OPERATOR		Ne	wfield E	Explorat	tion Compar	١٧				9. WELL NO.		3-33292
3. ADDRESS AND TELEPHO							0000			10. FIELD AN	ID POOL OR	WILDCAT
4. LOCATION OF WELL	(Report local	tions clearly a	nd in accor	dance with	Denver, C	onts.	*)		···	11 SEC T E		ent Butte OCK AND SURVEY
At Surface					(NE/NW) Sec					OR AREA		
At top prod. Interval repor	rted below										Sec. 21,	T9S, R17E
At total depth				14. API NO.			DATE ISSUED			12. COUNTY	OR PARISH	13. STATE
is not any any			T		-013-33292	\dashv		8/29/07		Duc	hesne	UT
08/20/07		EACHED 06/07	17. DA		(Ready to prod.) /01/07	ľ	18. ELEVATIONS (I 5322		ETC.)*	5334' KI	В	19. ELEV. CASINGHEAD
20. TOTAL DEPTH, MD & T	VD	21. PLUG BAC	K T.D., MD	& TVD	22. IF MULTI		COMPL.,	23. INTERVALS	ROT	TARY TOOLS		CABLE TOOLS
5700'			5646'		HOW MA	NY*		DRILLED BY		Х		
24. PRODUCING INTERVAL	L(S), OF THIS C	OMPLETION	тор, вотт	OM, NAME (MD AND TVD)*			<u> </u>				25. WAS DIRECTIONAL
				Green	River 4472	2'-4'	796'					survey made No
26. TYPE ELECTRIC AND O	THER LOGS R	UN										27. WAS WELL CORED
Dual Induction C	uard, SF	, G ompo	nsated						, Cem	ent Bond	Log	No
23. CASING SIZE/GR	ADE	WEIGHT,	LB./FT.		NG RECORD (Re	port	all strings set in v	Y	MENT CE	EMENTING REC	CORD	AMOUNT PULLED
8-5/8" - J-	55	24:	#		307'		12-1/4"			0 sx Class "		AMOGIVITOLEED
5-1/2" - J-	55	15.8	5#		5676'		7-7/8"	340 sx Prem	lite II ar	nd 400 sx 50	0/50 Poz	
29.		LINI	R RECO	RD				30.		TUBING RE	CORD	
SIZE	TOP (M (MD)	SACKS CEMEN	Γ*	SCREEN (MD)	SIZE	Ϊ	DEPTH SET (M		PACKER SET (MD)
						\dashv		2-7/8"		EOT @ 4864'		TA @ 4769'
I. PERFORATION RECO	RD (Interval. siz	ze and number)				-	32.	ACID, SHOT	FRACT		NT SOUFF	
INTE	RVAL		SI	ZE_	SPF/NUMBE		DEPTH INT	ERVAL (MD)	I			MATERIAL USED
(A3 & 1) 4762'-96			4	9"	4/208	\dashv	4702'-	4796'	Frac	w/ 220,9063	3 20/40s a	ind in 1476 bbls fluid
(B2, 1, .5, & C) 4583		-66°, 4528° , 4472'-77'	.4	9"	4/104		4472'-	4596'	Frac	: w/ 85,717#	‡ 20/40 sa	and in 630 bbls fluid
						\dashv		-				
					<u> </u>	\dashv				· · · · · · · · · · · · · · · · · · ·		
						\dashv						
						1						
						\dashv						
33.*					PROD	UCT	ION					
DATE FIRST PRODUCTION		PRODUCTION			s lift, pumpingsize a	nd type	e of pump)					ATUS (Producing or shut-in)
10/01/07 Date of test		RS TESTED	2-1/2 ICHOKE		2" x 12' x 15 I prod'n, for			1 Plunger P		ERBBL.	PI	RODUCING GAS-OIL RATIO
10 day ave					TEST PERIOD			•	1			
FLOW. TUBING PRESS.	CASI	NG PRESSURE	CALCU	LATED	OIL-BBL.		GASMCF.	5	WATER	BBL.	OIL GRAVIT	59 Y-API (CORR.)
				JR RATE			ı		ı			
4. DISPOSITION OF GAS (S	Sold, used for fue	el, vented, etc.)	Sold	> & Used	for Fuel				L.,.	TEST WITNES	SED FRE	CEIVED
5. LIST OF ATTACHMENT	rs /			7 2000			,			<u> </u>		T 3 0 2007
6. I hereby certify that the	e foregodng ar		ormation is	complete a	and correct as deter		d from all availabl	le records	erk	D		IL, CHOSZENZANONG
Jantri Dar	, /° ° °	· · · · · ·		4							DATE	· week (AHAMAIA)



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8

1595 Wynkoop Street DENVER, CO 80202-1129 Phone 800-227-8917 http://www.epa.gov/region08

APR 0 9 2009

Ref: 8P-W-GW
CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Mr. Eric Sundberg Regulatory Analyst Newfield Production Company 1001 Seventeenth Street – Suite 2000 Denver, CO 80202 Accepted by the
Utah Division of
Oil, Gas and Mining
FOR RECORD ONLY

RE: Additional Well: Lone Tree Area Permit Additional Testing Required on Injection well

UIC Permit No. UT20853-00000

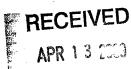
Well ID: UT20853-08354
Lone Tree Federal 3-21-9-17
799' FNL & 1965' FEL
NE NW Sec. 21 T9S-R17E
Duchesne County, Utah
API #43-013-33292

Dear Mr. Sundberg:

The Newfield Production Company's request to convert the former Green River Formation oil well Lone Tree Federal 3-21-9-17 to an enhanced recovery injection well under the Lone Tree Area Permit is hereby authorized by the Environmental Protection Agency (EPA) under the terms and conditions of the Authorization for Additional Well.

The addition of the proposed injection well, within the exterior boundary of the Uintah & Ouray Indian Reservation, is being made under the authority of 40 CFR §144.33 (c) and terms of the Lone Tree Area Permit No. UT20853-00000 and subsequent modifications.

Please be aware that Newfield does not have authorization to begin injection operations into the well until all <u>Prior to Commencing Injection</u> requirements have been submitted and evaluated by the EPA, and has received written authorization from the Director to begin injection. Please note that the Permit limits injection to the gross interval within the Green River Formation between the depths of 3,330 feet and the top of the Wasatch Formation, estimated at 5,678 feet.



DIV. OF OIL, GAS & MINING

Prior to receiving authorization to inject, the EPA requires that Newfield submit for review and approval: (1) the results of a Part 1 (Internal) mechanical integrity test (MIT), (2) a pore pressure calculation of the injection interval, (3) the results of a radioactive tracer survey within a 180-day authorization to inject, and (4) a completed EPA Form No. 7520-12 (Well Rework Record) with a new schematic diagram.

The initial Maximum Allowable Injection Pressure (MAIP) for the Lone Tree Federal 3-21-9-17 was determined to be **1,610 psig.** UIC Area Permit UT20853-00000 also provides the opportunity for the permittee to request a change in the MAIP based upon results of a step rate test that demonstrates that the formation breakdown pressure will not be exceeded.

If you have any questions, please call Ms. Sarah Bahrman at (303) 312-6243 or 1-(800)-227-8917 (Ext. 312-6243). Please submit the required data to <u>ATTENTION: Sarah Bahrman</u>, at the letterhead address, citing <u>MAIL CODE: 8P-W-GW</u> very prominently.

Sincerely,

40

Eddie A. Sierra

Acting Assistant Regional Administrator Office of Partnerships and Regulatory Assistance

Encl: Authorization for Conversion of An Additional Well

EPA Form No. 7520-12 (Well Rework Record)

Proposed Wellbore and P&A Wellbore schematics for Lone Tree Federal 3-21-9-17

cc: Permit Letter:

Uintah & Ouray Business Committee:

Curtis Cesspooch, Chairman Ronald Groves, Councilman Irene Cuch, Vice-Chairwoman Steven Cesspooch, Councilman Phillip Chimburas, Councilman Frances Poowegup, Councilwoman

Daniel Picard BIA - Uintah & Ouray Indian Agency

All Enclosures:

Ferron Secakuku Director, Natural Resources Ute Indian Tribe

Larry Love
Director of Energy & Minerals Dept.
Ute Indian Tribe

Gil Hunt Associate Director Utah Division of Oil, Gas, and Mining

Fluid Minerals Engineering Office BLM - Vernal Office

Michael Guinn District Manager Newfield Production Company Myton, Utah



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 8 1595 WYNKOOP STREET DENVER, CO 80202-1129 Phone 800-227-8917 http://www.epa.gov/region08

AUTHORIZATION FOR ADDITIONAL WELL

UIC Area Permit No: UT20853-00000

The Lone Tree Unit Final UIC Area Permit No.UT20853-00000, effective September 1, 1998, authorizes injection for the purpose of enhanced oil recovery in the Monument Butte Field. On February 5, 2009, Newfield Production Company notified the Director concerning the following additional enhanced recovery injection well:

Well Name:

EPA Well ID Number:

Location:

Lone Tree Federal 3-21-9-17

UT 20853-08354

799' FNL & 1965' FEL NE NW Sec. 21 T9S-R17E Duchesne County, Utah API #43-013-33292

Pursuant to 40 CFR §144.33, Area UIC Permit No. UT20853-00000 authorizes the permittee to construct and operate, convert, or plug and abandon additional enhanced recovery injection wells within the area permit. This well was determined to satisfy additional well criteria required by the permit.

This well is subject to all provisions of UIC Area Permit No. UT20853-00000, as modified and as specified in the Injection Well-Specific Requirements detailed below. This Authorization shall expire one year after the Effective Date unless the permittee has converted the well to injection or submits a written request to extend this Authorization prior to the expiration date.

This Authorization is effective upon signature.

Date: APR 0 9 2009

*Acting Assistant Regional Administrator Office of Partnerships and Regulatory Assistance

* The person holding this title is referred to as the Director throughout the permit and Authorization

APR 1 3 2009

INJECTION WELL-SPECIFIC REQUIREMENTS

Well Name: Lone Tree Federal 3-21-9-17
EPA Well ID Number: UT20853-08354

Prior to Commencing Injection Operations, the permittee shall submit the following information:

- 1. Completed Well Rework Record (EPA Form No. 7520-12) and schematic diagram.
- 2. Pore pressure calculation of the proposed injection zone;
- 3. A successful Part I (internal) Mechanical Integrity test (MIT)

Once these records are received and approved by EPA, the Director will provide written authorization to inject for a limited period of 180 days, during which time a Radioactive Tracer Survey (RTS) is required to demonstrate no significant upward migration of injection fluids behind the casing from the injection zone. It is intended that a maximum of 180 days of injection will allow the injection zone to adequately pressurize prior to executing the RTS.

Approved Injection Zone: Injection is approved between the top of the Garden Gulch Member of the Green River Formation at 3,330 feet (ft.) to the top of the Wasatch Formation, at an estimated depth of 5,678 ft. (KB).

Maximum Allowable Injection Pressure (MAIP): The initial MAIP is 1,610 psig, based on the following calculation:

MAIP = [FG - (0.433)(SG)] * D, where $FG = 0.80 \text{ psi/ft} \quad SG = 1.015 \quad D = \underline{4.472 \text{ ft.}}$ (top perforation depth KB) MAIP = $\underline{1.610 \text{ psig}}$

UIC Area Permit No. UT20853-00000 provides the opportunity for the permittee to request a change of the MAIP based upon the submitted results of a Step Rate Test that demonstrates the formation breakdown pressure will not be exceeded.

Well Construction: Casing and Cementing: The well was constructed in compliance with existing regulatory controls for casing and cementing pursuant to 40 CFR § 146.22(c). However, cementing records, including the cement bond log, have not satisfactorily demonstrated the presence of adequate cement to prevent the migration of injection fluids behind the casing from the injection zone.

Well Construction: Tubing and Packer: 2-7/8" or similar size injection tubing is approved; the packer shall be set at a depth no more than 50 ft. above the top perforation.

Demonstration of Mechanical Integrity:

(1) A successful demonstration of Part I (Internal) Mechanical Integrity using a Casing-Tubing Annulus Pressure Test is required prior to injection, and no less than every five years after the last successful test.

(2) Because the cementing records have not satisfactorily demonstrated the presence of adequate cement to prevent migration of injection fluids behind the casing from the injection zone, a RTS is required to confirm the presence of adequate cement. If the RTS is not run, or if the RTS does not confirm adequate cement, the permittee shall demonstrate Part II (External) Mechanical Integrity pursuant to 40 CFR §146.8(a)(2) using an approved test method such as temperature log, noise log or oxygen activation log, and the demonstration of Part II Mechanical Integrity shall be repeated no less than every five years after the last successful test.

<u>Demonstration of Financial Responsibility:</u> The applicant has demonstrated financial responsibility by a Financial Statement in the amount of \$59,344 that has been approved by the EPA. The Director may revise the amount required, and may require the permittee to obtain and provide updated estimates of costs for plugging the well according to the approved Plugging and Abandonment plan.

Plugging and Abandonment: The well shall be plugged in a manner that isolates the injection zone and prevents movement of fluids into or between USDWs. Tubing, packers, and any downhole apparatus shall be removed. Class A, C, G, and H cements, with additives such as accelerators and retarders that control or enhance cement properties, may be used for plugs; however, volume extending additives and gel cements are not approved for plug use. Plug placement shall be verified by tagging. Plugging gel of at least 9.2 lb/gal shall be placed between all plugs. A minimum 50 ft. surface plug shall be set inside and outside of the surface casing to seal pathways for fluid migration into the subsurface. Within sixty (60) days after plugging the owner or operator shall submit Plugging Record (EPA Form 7520-13) to the Director. The Plugging Record must be certified as accurate and complete by the person responsible for the plugging operation. At a minimum, the following plugs are required:

- PLUG NO. 1: Set a cast iron bridge plug (CIBP) no more than 50 ft. above the top perforation with a minimum of 20 ft. cement plug on top of the CIBP.
- PLUG NO. 2: Perforate and squeeze cement up the backside of the 5-1/2" casing across the Trona Zone and the Mahogany Bench from approximately 2,493 ft. to 2,657 ft. (KB) unless pre-existing backside cement precludes cement-squeezing this interval. Set a minimum 164-foot balanced cement plug inside the 5-1/2" casing from approximately 2,493 to 2,657 ft. (KB).
- PLUG NO. 3: Perforate and squeeze cement up the backside of the 5-1/2" casing across the contact between the Uinta Formation and Green River Formation at 1,172 ft. (KB) unless pre-existing backside cement precludes cement-squeezing this interval. Set a minimum 120-foot plug inside the 5-1/2" casing from approximately 1,112-1,232 ft. (KB).
- PLUG NO. 4: Set a Class "G" cement plug within the 5-1/2" casing to 584 ft. and up the 5-1/2" x 8-5/8" casing annulus to the surface.

INJECTION WELL-SPECIFIC CONSIDERATIONS

Well Name: Lone Tree Federal 3-21-9-17 EPA Well ID Number: UT20853-08354

<u>Underground Sources of Drinking Water (USDWs)</u>: USDWs in the Lone Tree Unit Area Permit generally occur within the Uinta Formation. According to "Base of Moderately Saline Ground Water in the Uinta Basin, Utah, State of Utah Technical Publication No. 92," the base of moderately saline ground water may be found at approximately 534 ft. below ground surface in the Lone Tree Federal 3-21-9-17 well.

http:NRWRT1.NR.STATE.UT.US: There are no reservoirs, streams, domestic or agricultural water wells within a quarter (1/4) mile of the well.

Composition of Source, Formation, and Injectate Water: (Total Dissolved Solids [TDS]):

- TDS of the Douglas Creek Member of the Green River Formation Water: 21,113 mg/l.
- TDS of Beluga Facility Injection System source water: 8,822 mg/l.

The **injectate** is water from the Beluga Facility Injection System blended with produced Green River Formation Water resulting in TDS < 10,000 mg/l.

<u>Aquifer Exemption</u> is not required because the TDS of water produced from the proposed injection well is greater than 10,000 mg/l.

<u>Confining Zone</u>: The Confining Zone, which directly overlies the Garden Gulch Member of the Green River Formation, is approximately 188 ft. of shale between the depths of 3,142 ft. and 3,330 ft. (KB).

<u>Injection Zone</u>: The Injection Zone at this well location is approximately 2,348 ft. of multiple lenticular sand units interbedded with shale, marlstone and limestone from the top of the Garden Gulch Member at 3,330 ft. (KB) to the top of the Wasatch Formation which is estimated to be at 5,678 ft. (KB). All formation tops are based on correlations to the Newfield Production Federal #1-26-8-17 (UT20702-04671) Type Log.

<u>Well Construction:</u> The CBL <u>does not show</u> 80% or greater cement bond index in the Confining Zone (3,142-3,330 ft. KB). Thus, further demonstration that well cement is adequate to prevent significant migration of injection fluids behind casing is required.

<u>Surface Casing:</u> 8-5/8"casing is set at 307 ft. (KB) in a 12-1/4" hole, using 160 sacks Class "G" cement, cemented to the surface.

Longstring Casing: 5-1/2" casing is set at 5,676 ft. (KB) in a 7-7/8" hole secured with 740 sacks of cement. Total driller depth 5,700 ft. Plugged back total depth is 5,646 ft. EPA calculates top of cement at 904 ft. Estimated CBL top of cement is 643 ft.

<u>Perforations</u>: Top perforation: 4,472 ft. (KB) Bottom perforation: 4,796 ft. (KB)

AREA OF REVIEW (AOR) WELL REQUIREMENTS

The following one well that penetrates the confining zone within or proximate to a 1/4 mile radius around the Lone Tree Federal 3-21-9-17 was evaluated to determine if any corrective action is necessary to prevent fluid movement into USDWs.

Well: Lone Tree Federal 6-21-9-17 API: 43-013-33289

SE NW Sec. 21-T9S-R17E

Corrective Action Not Required on one AOR wells:

Well: Lone Tree Federal 6-21-9-17 API: 43-013-33289 SE NW Sec. 21-T9S-R17E Shows 38 ft of 80 percent or greater cement bond index across the confining zone.

Reporting of Noncompliance:

- (a) Anticipated Noncompliance. The operator shall give advance notice to the Director of any planned changes in the permitted facility or activity which may result in noncompliance with permit requirements.
- (b) <u>Compliance Schedules</u>. Reports of compliance or noncompliance with, or any progress on, interim and final requirements contained in any compliance schedule of this Permit shall be submitted no later than thirty (30) days following each schedule date.
- (c) Written Notice of any noncompliance which may endanger health or the environment shall be reported to the Director within five (5) days of the time the operator becomes aware of the noncompliance. The written notice shall contain a description of the noncompliance and its cause; the period of noncompliance including dates and times; if the noncompliance has not been corrected the anticipated time it is expected to continue; and steps taken or planned to prevent or reduce recurrence of the noncompliance.

Twenty-Four Hour Noncompliance Reporting: The operator shall report to the Director any noncompliance which may endanger health or environment. Information shall be provided, either orally or by leaving a message, within twenty-four (24) hours from the time the operator becomes aware of the circumstances by telephoning 1-(800)-227-8917 and asking for the EPA Region 8 UIC Program Compliance and Enforcement Director, or by contacting the Region 8 Emergency Operations Center at

(303)-293-1788, if calling from outside EPA Region 8. The following information shall be included in the verbal report:

(a) Any monitoring or other information which indicates that any contaminant may cause an endangerment to a USDW.

(b) Any noncompliance with a Permit condition or malfunction of the injection system which may cause fluid migration into or between underground sources of drinking water.

Oil Spill and Chemical Release Reporting: The operator shall comply with all other reporting requirements related to oil spills and chemical releases or other potential impacts to human health or the environment by contacting the National Response Center (NRC) 1-(800)-424-8802 or 1-(202)-267-2675, or through the NRC website at http://www.nrc.uscg.mil/index.htm

<u>Other Noncompliance</u>: The operator shall report all other instances of noncompliance not otherwise reported at the time monitoring reports are submitted.

Other Information: Where the operator becomes aware that he failed to submit any relevant facts in the Permit application, or submitted incorrect information in a Permit application, or in any report to the Director, the operator shall submit such correct facts or information within two (2) weeks of the time such information became known to him.

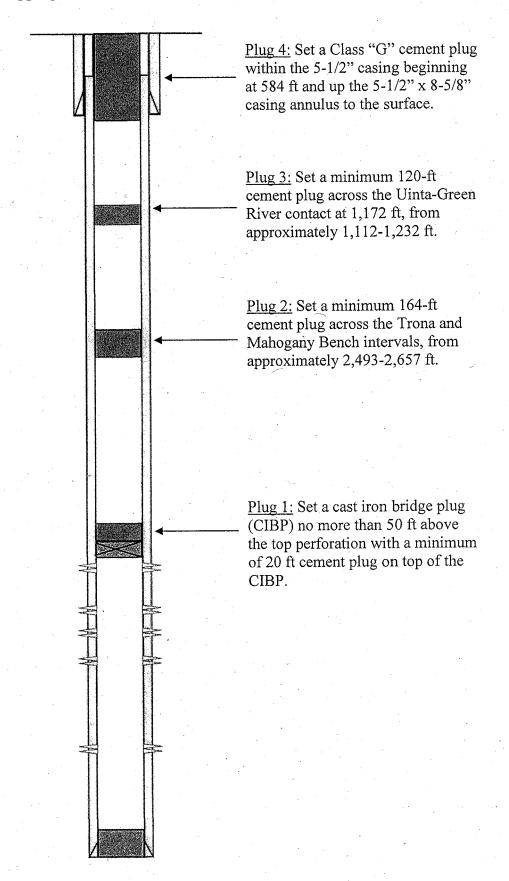
LONE TREE FEDERAL 3-21-9-17

Spud Date: 08/20/07 Initial Production: BOPD, Put on Production: 10/01/07 Proposed Injection MCFD, BWPD Wellbore Diagram √GL: 5322' KB: 5334' SURFACE CASING FRAC JOB CSG SIZE: 8-5/8" 09/24/07 4702-47961 220,906# 20/40 sand in 1476 bbl Lightning 17 frac fluid. Treated @ avg press of 1416 psi wavg rate of 24.7 BPM, ISIP 1740 psi, Calc GRADE: J-55 WEIGHT: 24# flush: 4700 gal. Actual flush: 4242 gal. LENGTH: 7 jts. (295.60') Frac B2,B1, B.5 & C sands as follows: 85717# 20/40 sand in 630 bbls Lightning 17 09/24/07 4472-4596 DEPTH LANDED: 307.45' KB HOLE SIZE:12-1/4" frac fluid. Treated @ avg press of 1473 psi 307 w/avg rate of 24.8 BPM, ISIP 1731 psi. Calc CEMENT DATA: 160 sxs Class "G" cmt, est 6 bbls cmt to surf. Base USDW (Puls 92) Only 9ft. 80%. cement bond index

Duction Casing -1172' Green River PRODUCTION CASING -Addt testing CSG SIZE: 5-1/2" GRADE: J-55 WEIGHT: 15.5# 2543 Trona LENGTH: 149 jts. (5662,91') -2589. Mahagany Bench (to 2607') DEPTH LANDED: 5676.16' KB HOLE SIZE: 7-7/8 CEMENT DATA: 340 sxs Prem. Lite II mixed & 400 sxs 50/50 POZ. EPA-TOCCALC = 904 TUBING 3142' Confining Fore (shale). 3330' Garden Gulch. 4290' Donglas Creek √SIZE/GRADE/WT.: 2-7/8" / J-55 / 6.5# NO. OF JOINTS: 153 jts (4756.61') TUBING ANCHOR: 4768.61' KB NQ. OF JOINTS: 1 jts (30.34") SEATING NIPPLE: 2-7/8" (1.10') SN LANDED AT. 4801.75' KB NO OF JOINTS: 2 jts (61.05') 4472-4477 TOTAL STRING LENGTH: EOT @ 4864.35' KB 4528-45321 4562-4566 PERFORATION RECORD 4583-4596 136holes 09/20/07 4762-4796' 4 JSPF 09/20/07 4724-4734' 4 JSPF 40 holes 32 holes 52 holes 09/24/07 4583-45961 4 JSPF 4702-4714 09/24/07 4562-4566" 4 JSPF 16 holes 09/24/07 4528-4532' 4 JSPF 16 holes 09/24/07 4472-4477' 4 JSPF 20 holes 4724-4734 4762-4796 Basal Carbonate Wasatch 5551 5678 NEWFIELD LONETREE FED. 3-21-9-17 799' FNL & 1965' FWL NE/NW Section 21-T9S-R17E

Duchesne Co, Utah
API #43-013-33292; Lease # UTU-75036

Plugging and Abandonment Diagram for Lone Tree Federal 3-21-9-17





UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8

1595 Wynkoop Street DENVER, CO 80202-1129 Phone 800-227-8917 http://www.epa.gov/region08

Ref: 8P-W-UIC

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Mr. Eric Sundberg Regulatory Analyst Newfield Production Company 1001 Seventeenth Street – Suite 2000 Denver, Colorado 80202 Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY

RECEIVED
JUN 2 0 2012

DIV. OF OIL, GAS & MINING

RE:

Underground Injection Control (UIC)
Additional Well to Lone Tree Area Permit

EPA UIC Permit UT20853-09609 Well: Lone Tree Federal 3-21-9-17

NENW Sec. 21-T9S-R17E Duchesne County, Utah API No.: 43-013-33292

Dear Mr. Sundberg:

The U.S. Environmental Protection Agency Region 8 hereby authorizes Newfield Production Company (Newfield) to convert the oil well Lone Tree Federal 3-21-9-17 to an enhanced recovery injection well according to the terms and conditions of the enclosed Authorization for Additional Well. The addition of this injection well, within the exterior boundary of the Uintah & Ouray Indian Reservation, is being made under the authority of 40 CFR §144.33 (c) and terms of the Lone Tree Area Permit No. UT20853-00000 and subsequent modifications.

Please be aware that Newfield does not have authorization to begin well injection until all Prior to Commencing Injection requirements are met and written authorization to inject is given by the Director. Prior to receiving authorization to inject Newfield must submit for review and approval (1) the results of a Part I (internal) Mechanical Integrity test, (2) a pore pressure calculation of the injection interval and (3) a completed EPA Form No. 7520-12 (Well Rework Record) with a new schematic diagram.

If you have any questions, please call Bob Near at (303) 312-6278 or (800) 227-8917, extension 312-6278. Please submit the required data to Jason Deardorff at the letterhead address citing mail code 8P-W-UIC.

Sincerely,

Callie A. Videtich

Acting Assistant Regional Administrator

Office of Partnerships and Regulatory Assistance

Enclosures:

Authorization for Additional Well

Wellbore Schematic for Lone Tree Federal 3-21-9-17

cc: Letter Only:

Uintah & Ouray Business Committee: Irene Cuch, Chairman Ronald Wopsock, Vice-Chairman Frances Poowegup, Councilwoman Phillip Chimburas, Councilman Stewart Pike, Councilman Richard Jenks, Jr., Councilman

Daniel Picard BIA - Uintah & Ouray Indian Agency

cc: All Enclosures:

Mike Natchees Environmental Coordinator Ute Indian Tribe

Manual Myore Director of Energy & Minerals Dept. Ute Indian Tribe

Brad Hill
Acting Associate Director
Utah Division of Oil, Gas, and Mining

Fluid Minerals Engineering Office BLM - Vernal Office

Reed Durfey
District Manager
Newfield Production Company
Myton, Utah



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 8 1595 WYNKOOP STREET DENVER, CO 80202-1129 Phone 800-227-8917 http://www.epa.gov/region08

AUTHORIZATION FOR ADDITIONAL WELL

UIC Area Permit UT20853-00000

The Lone Tree UIC Area Permit UT20853-00000, effective September 1, 1998 authorizes injection for the purpose of enhanced oil recovery in the Monument Butte Field. On March 23, 2012, Newfield Production Company notified the Director concerning the following additional enhanced recovery injection well:

Well Name:

EPA Permit ID Number:

Location:

Lone Tree Federal 3-21-9-17

UT20853-09609

799' FNL & 1965' FWL NENW Sec. 21-T9S-R17E Duchesne County, Utah API #43-013-33292

Pursuant to 40 CFR §144.33, Area UIC Permit UT20853-00000 authorizes the permittee to construct and operate, convert, or plug and abandon additional enhanced recovery injection wells within the area permit. This well was determined to satisfy additional well criteria required by the permit.

This well is subject to all provisions of UIC Area Permit No. UT20853-00000, as modified and as specified in the Injection Well-Specific Requirements detailed below. This Authorization shall expire one year after the Effective Date unless the permittee has converted the well to injection or submits a written request to extend this Authorization prior to the expiration date.

This Authorization is effective upon signature.

Date: Q | I | c

Callie A. Videtich

*Acting Assistant Regional Administrator Office of Partnerships and Regulatory Assistance

* The person holding this title is referred to as the Director throughout the permit and Authorization

Authorization for Additional Well: UIC Area Permit UT20853-00000 Well: Lone Tree Federal 3-21-9-17 EPA Well ID: UT20853-09609

INJECTION WELL-SPECIFIC REQUIREMENTS

Well Name: Lone Tree Federal 3-21-9-17 EPA Well ID Number: UT20853-09609

Prior to Commencing Injection Operations, the permittee shall submit the following information:

1. Completed Well Rework Record (EPA Form No. 7520-12) and schematic diagram;

2. Pore pressure calculation of the proposed injection zone;

3. Results from a successful part I (internal) Mechanical Integrity test.

Once these records are received and approved by EPA, the Director will provide written authorization to inject for a limited period of 180 days, during which time a Radioactive Tracer Survey (RTS) is required. The RTS will supplement the cementing records, which show an insufficient interval of 80 percent cement bond index or greater through the confining zone, by demonstrating the presence or absence of adequate cement to prevent fluid movement behind the casing above the uppermost perforation. It is intended that a maximum of 180 days of injection will allow the injection zone to achieve the Maximum Allowable Injection Pressure (MAIP) for the purpose of executing the RTS. If 180 days is not sufficient to achieve the MAIP specified in the permit, an extension of the period of Limited Authorization to Inject may be requested. A submitted RTS which indicates the movement of fluid behind casing from the injection zone will result in a requirement to demonstrate part II mechanical integrity using an approved demonstration method such as a temperature log, oxygen activation log, or noise log at a frequency no less than once every five years.

Note: All depths given in this authorization reference the Kelly Bushing datum unless otherwise specified.

Approved Injection Interval: The injection interval is the part of the injection zone where fluids are directly emplaced. The approved injection interval for this well is from the top of the Garden Gulch Sand #2 to the top of the Wasatch Formation. Additional injection perforations may be added provided that they remain within the approved injection interval. Injection between the outermost casing protecting USDWs and the well bore is prohibited.

Maximum Allowable Injection Pressure (MAIP): The initial MAIP is 1,610 psig, based on the calculation MAIP = [FG - (0.433)(SG)] * D, where "FG" is the fracture gradient, "SG" is the specific gravity of injectate and "D" is the Kelly Bushing depth to the shallowest casing perforation. For this well, FG is 0.800 psi/ft, SG is 1.015 and D is 4,472 ft.

UIC Area Permit No. UT20853-00000 provides the opportunity for the permittee to request a change of the MAIP based upon the submitted results of a step rate test that demonstrates the formation parting pressure.

Authorization for Additional Well: UIC Area Permit UT20853-00000 Well: Lone Tree Federal 3-21-9-17 EPA Well ID: UT20853-09609

Well Construction: Casing and Cementing: The well was constructed in compliance with existing regulatory controls for casing and cementing pursuant to 40 CFR § 146.22(c). However, cementing records, including the cement bond log, have not satisfactorily demonstrated the presence of adequate cement to prevent the migration of injection fluids behind the casing from the injection zone. Therefore, a radioactive tracer survey is required.

Well Construction: Tubing and Packer: 2-7/8" or similar size injection tubing is approved. The packer shall be set at a depth no more than 100 ft. above the top perforation.

Demonstration of Mechanical Integrity:

- (1) A successful demonstration of part I (internal) mechanical integrity using a Casing-Tubing Annulus Pressure Test is required prior to injection, and no less than every five years after the last successful test.
- (2) Because the cementing records have not satisfactorily demonstrated the presence of adequate cement to prevent migration of injection fluids behind the casing from the injection zone, a RTS is required to confirm the presence of adequate cement. If the RTS is not run, or if the RTS does not confirm adequate cement, the permittee shall demonstrate Part II (external) Mechanical Integrity pursuant to 40 CFR §146.8(a)(2) using an approved test method such as temperature log, noise log or oxygen activation log, and the demonstration of Part II Mechanical Integrity shall be repeated no less than every five years after the last successful test.

Demonstration of Financial Responsibility: The applicant has demonstrated financial responsibility by a Surety Bond in the amount of \$42,000 and a Standby Trust Agreement that have been approved by EPA. The Director may revise the amount required and may require the permittee to obtain and provide updated estimates of costs for plugging the well according to the approved Plugging and Abandonment plan.

Plugging and Abandonment: The well shall be plugged in a manner that isolates the injection zone and prevents movement of fluids into or between Underground Sources of Drinking Water (USDW). Tubing, packers, and any downhole apparatus shall be removed. Class A, C, G, and H cements, with additives such as accelerators and retarders that control or enhance cement properties, may be used for plugs; however, volume extending additives and gel cements are not approved for plug use. Plug placement shall be verified by tagging. Plugging gel of at least 9.2 lb/gal shall be placed between all plugs. A minimum 50 ft. surface plug shall be set inside and outside of the surface casing to seal pathways for fluid migration into the subsurface. Within sixty (60) days after plugging the owner or operator shall submit Plugging Record (EPA Form 7520-13) to the Director. The Plugging Record must be certified as accurate and complete by the person responsible for the plugging operation. At a minimum, the following plugs are required:

(1) Isolate the injection zone: Remove down hole apparatus from the well and perform necessary clean out; displace well fluid with plugging gel. Set a cast iron bridge plug

- (CIBP) within the innermost casing string no more than 50 ft. above the top perforation with a minimum of 20 ft. cement plug on top of the CIBP.
- (2) Isolate the Trona-Bird's Nest water zone and Mahogany Oil Shale: Perforate and squeeze cement up the backside of the outermost casing string across the Mahogany Oil Shale and Trona-Bird's Nest water zone, from at least 55 ft. above the top of the Trona-Bird's Nest to at least 55 ft. below the base of Mahogany Oil Shale, unless there is existing cement across this interval.
- (3) Isolate the Uinta Formation from the Green River Formation: Perforate and squeeze a minimum of 110 ft. cement up the backside of the outermost casing string to isolate the contact between the Uinta Formation and the Green River Formation, unless there is existing cement across this interval. Set a minimum 110 ft. cement plug in the innermost casing string, centered on the contact between the Green River Formation and Uinta Formation.
- (4) Isolate Surface Fluid Migration Paths:
 - a. If the depth of the lowermost USDW is above the base of surface casing, perforate the outermost casing string 50 ft. below the base of surface casing and circulate cement to the surface, unless there is existing cement across this interval; OR
 - b. If the depth of the lowermost USDW is below the base of surface casing, perforate the outermost casing string 50 ft. below the base of the lowermost USDW and circulate cement to surface; AND
 - c. Set a cement plug inside the innermost casing string from 50 ft. below the base of the surface casing to surface.

INJECTION WELL-SPECIFIC CONSIDERATIONS

Well Name: Lone Tree Federal 3-21-9-17
EPA Well ID Number: UT20853-09609

Underground Sources of Drinking Water (USDWs): USDWs in the Lone Tree Area Permit generally occur within the Uinta Formation. According to "Base of Moderately Saline Ground Water in the Uinta Basin, Utah, State of Utah Technical Publication No. 92," the base of moderately saline ground water may be found at approximately 572 ft. below ground surface in the Lone Tree Federal 3-21-9-17 well. Water samples from the Green River Formation taken in conjunction with oil production show that USDWs do occur at deeper depths within the Humpback unit and as deep as 6,026 ft. in the Balcron Monument Federal 33-25-8-17 well. Freshening of the injection zone due to the injection of relatively fresh water for the purpose of

Authorization for Additional Well: UIC Area Permit UT20853-00000 Well: Lone Tree Federal 3-21-9-17 EPA Well ID: UT20853-09609

enhanced oil recovery has been demonstrated to be occurring in parts of the Monument Butte Field, including this permit area.

<u>http:NRWRT1.NR.STATE.UT.US</u>: According to the state of Utah, any water wells present within the permit area are shallow and do not intersect the injection zone.

Composition of Source, Formation, and Injectate Water: A water sample analysis was not required as part of the application to add this well to the area permit because EPA considers the water quality of the injection zone to be well documented. Area UIC Permit UT20771-00000 and Statement of Basis describe originally in place formation fluid within the injection zone to be greater than 10,000 mg/l Total Dissolved Solids (TDS) content. However, due to injection of relatively fresh water for the purpose of enhanced oil recovery within the permit area, produced water samples showing TDS values less than 10,000 mg/l have occurred and this occurrence has been observed to increase in frequency with time. Newfield has demonstrated and EPA has confirmed that freshening of the injection zone is occurring and that more recent water samples showing TDS values less than 10,000 mg/l are not likely representative of the original formation fluid at or near this well. EPA considers the presence of waters less than 10,000 mg/l within the injection zone to be a temporary, artificial condition and therefore does not require an aquifer exemption to allow injection to occur.

The injectate is water from a Monument Butte Field Injection Facility and consists of culinary water from the Johnson Water District and/or water from the Green River, blended with produced Green River Formation water and resulting in TDS content less than 10,000 mg/l.

Confining Zone: A Confining Zone is a geological formation, group of formations, or part of a formation that is capable of limiting fluid movement above an injection zone. The designated Confining Zone for this well consists of three interbedded, thick impervious shales, confining marlstones and siltstones. The Confining Zone extends from approximately 200 feet above the Garden Gulch Marker to the top of the Garden Gulch Number 2 Sand within the Garden Gulch Member of the Green River Formation. This interval is found between the depths of 3,970 feet to 4,466 feet in the Federal 1-26-8-17 Type Gamma Log for the Monument Butte Field.

<u>Injection Zone</u>: An *injection zone* is a geological formation, group of formations, or part of a formation that receives fluids through a well. The Injection Zone for this well consists of the lower part of the Garden Gulch member starting at the top of the Garden Gulch #2 Sand and includes the Douglas Creek and Basal Carbonate members of the Green River Formation to the top of the Wasatch Formation.

Well Construction: This well was constructed according to BLM requirements and controls for production wells at the time of well completion. However, the Cement Bond Log (CBL) does not show a sufficient interval of continuous 80 percent or greater cement bond index through the Confining Zone. Therefore, further demonstration that well cement is adequate to prevent significant migration of injection fluids behind casing is required.

Surface Casing: 8-5/8" casing is set at 296 ft. in a 12-1/4" hole, using 160 sacks Class "G" cement, cemented to the surface.

Longstring Casing: 5-1/2" casing is set at 5,676 ft. in a 7-7/8" hole secured with 740 sacks of cement. Total driller depth is 5,700 ft. Plugged back total depth is 5,646 ft. EPA calculates top of cement at 904 ft. Estimated CBL top of cement is 157 ft.

Perforations: Top perforation: 4,472 ft.

Bottom perforation: 4,796 ft.

AREA OF REVIEW (AOR) WELL REQUIREMENTS

The following two wells that penetrate the confining zone within or proximate to a ¼-mile radius around the Lone Tree Federal 3-21-9-17 well were evaluated to determine if any corrective action is necessary to prevent fluid movement into USDWs:

Lone Tree Federal 6-21-9-17

API: 43-013-33289

SENW Sec. 21-T9S-R17E

This well has the Top of Cement at 31ft.

Lone Tree Federal 4-21-9-17 API: 43-013-33291 This well has the Top of Cement at 52ft.

NWNW Sec. 21-T9S-R17E

No Corrective Action Required on AOR wells: EPA reviewed all wells penetrating the Confining Zone within a ¼-mile radius of the proposed injection well and determined that cement in these wells is adequate to prevent the movement of fluid into USDWs. Top of cement is above the base of the Confining Zone in all AOR wells.

Reporting of Noncompliance:

- 1) <u>Anticipated Noncompliance</u>. The operator shall give advance notice to the Director of any planned changes in the permitted facility or activity which may result in noncompliance with permit requirements.
- 2) <u>Compliance Schedules</u>. Reports of compliance or noncompliance with, or any progress on, interim and final requirements contained in any compliance schedule of this Permit shall be submitted no later than 30 days following each schedule date.
- 3) (Written Notice of any noncompliance which may endanger health or the environment shall be reported to the Director within five days of the time the operator becomes aware of the noncompliance. The written notice shall contain a description of the noncompliance and its cause, the period of noncompliance including dates and times, if the noncompliance has not been corrected the anticipated time it is expected to continue, and steps taken or planned to prevent or reduce recurrence of the noncompliance.

Twenty-Four Hour Noncompliance Reporting: The operator shall report to the Director any noncompliance which may endanger health or environment. Information shall be provided,

Authorization for Additional Well: UIC Area Permit UT20853-00000 Well: Lone Tree Federal 3-21-9-17 EPA Well ID: UT20853-09609

either orally or by leaving a message, within twenty-four (24) hours from the time the operator becomes aware of the circumstances by telephoning 1-(800)-227-8917 and asking for the EPA Region 8 UIC Program Compliance and Enforcement Director, or by contacting the Region 8 Emergency Operations Center at (303)-293-1788, if calling from outside EPA Region 8. The following information shall be included in the verbal report:

- 1) Any monitoring or other information which indicates that any contaminant may cause an endangerment to an underground source of drinking water.
- 2) Any noncompliance with a Permit condition or malfunction of the injection system which may cause fluid migration into or between underground sources of drinking water.

Oil Spill and Chemical Release Reporting: The operator shall comply with all other reporting requirements related to oil spills and chemical releases or other potential impacts to human health or the environment by contacting the National Response Center (NRC) 1-(800)-424-8802 or 1-(202)-267-2675, or through the NRC website at http://www.nrc.uscg.mil/index.htm

<u>Other Noncompliance:</u> The operator shall report all other instances of noncompliance not otherwise reported at the time monitoring reports are submitted.

Other Information: Where the operator becomes aware that he failed to submit any relevant facts in the Permit application, or submitted incorrect information in a Permit application, or in any report to the Director, the operator shall submit such correct facts or information within two weeks of the time such information became known.

LONE TREE FEDERAL 3-21-9-17

Spud Date: 08/20/07 Initial Production: BOPD. Put on Production: 10/01/07 Proposed Injection MCFD, BWPD Wellbore Diagram GL: 5322' KB: 5334' SURFACE CASING FRAC JOB CSG SIZE: 8-5/8" 09/24/07 4702-4796 220,906# 20/40 sand in 1476 bbl Lightning 17 frac fluid. Treated @ avg press of 1416 psi GRADE: J-55 WEIGHT: 24# w/avg rate of 24.7 BPM. ISIP 1740 psi. Calc flush; 4700 gal. Actual flush; 4242 gal. LENGTH: 7 jts. (295.60') Frac B2,B1, B.5 & C sands as follows: DEPTH LANDED: 307.45' KB 09/24/07 4472-4596' 85717# 20/40 sand in 630 bbls Lightning 17 HOLE SIZE:12-1/4" frac fluid. Treated @ avg press of 1473 psi w/avg rate of 24.8 BPM. ISIP 1731 psi. Calc CEMENT DATA: 160 sxs Class "G" cmt, est 6 bbls cmt to surf. flush: 4470 gal. Actual flush: 4368 gal. Cement Top @ 643' PRODUCTION CASING CSG SIZE: 5-1/2" GRADE: J-55 WEIGHT: 15.5# LENGTH: 149 jts. (5662.91') DEPTH LANDED: 5676.16' KB HOLE SIZE: 7-7/8" CEMENT DATA: 340 sxs Prem. Lite II mixed & 400 sxs 50/50 POZ. CEMENT TOP: 643' **TUBING** SIZE/GRADE/WT.: 2-7/8" / J-55 / 6.5# NO. OF JOINTS: 153 jts (4756.61') TUBING ANCHOR: 4768.61' KB NO. OF JOINTS: 1 jts (30.34') SEATING NIPPLE: 2-7/8" (1.10') SN LANDED AT: 4801.75' KB Packer 4437' NO. OF JOINTS: 2 jts (61,05') 4472-4477 TOTAL STRING LENGTH: EOT @ 4864.35' KB 4528-4532 4562-4566 PERFORATION RECORD 4583-4596' 09/20/07 4762-4796' 09/20/07 4724-4734' 40 holes 09/20/07 4702-4714' 32 holes 09/24/07 4583-4596' 4 JSPF 52 holes 4702-4714 09/24/07 4562-4566' 4 JSPF 16 holes 09/24/07 4528-4532' 4 JSPF 16 holes 09/24/07 4472-4477' 4 JSPF 20 holes 4724-4734 4762-4796 PBTD @ 5646' NEWFIELD **LONETREE FED. 3-21-9-17** TD @ 5700' 799' FNL & 1965' FWL

NE/NW Section 21-T9S-R17E

Duchesne Co, Utah

API #43-013-33292; Lease # UTU-75036

NEWFIELD

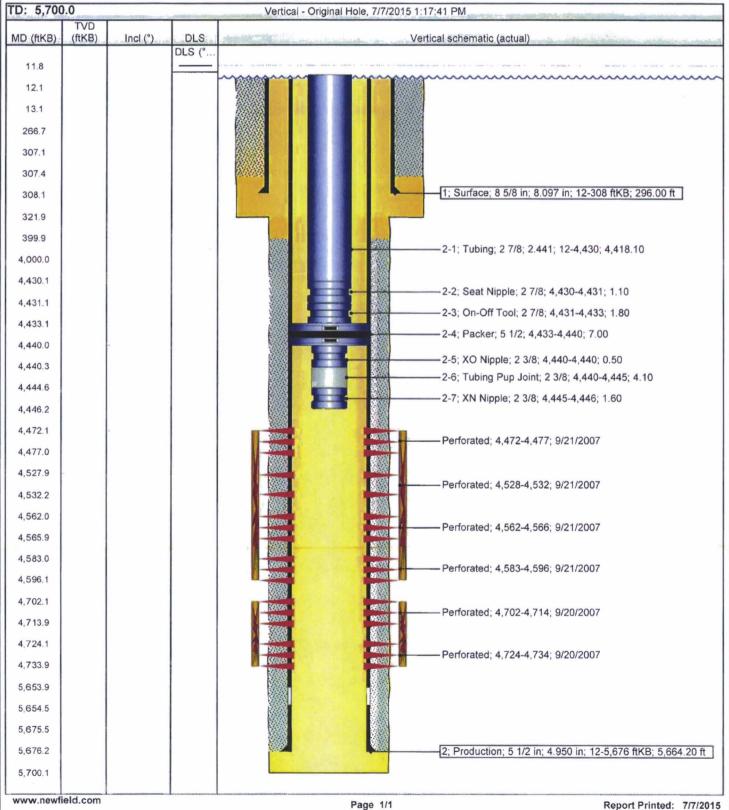
Schematic

Well Name: Lonetree 3-21-9-17

(a)						-		-	12
Surface Legal Location	on			API/UWI	Well RC	Lease	State/Province	Field Name	County
21-9S-17E					20000 500159367		Utah	GMBU CTB6	DUCHESNE
Spud Date	Rig Release Date	On Production Date 10/1/2007	Original KB Elevation 12	Green (ft)	ound Elevation (ft)	Total Depth All (TVD) (ftKB)	PBTD (All) (ftKB)	

 Most Recent Job
 Job Category
 Primary Job Type
 Secondary Job Type
 Job Start Date
 Job End Date

 Production / Workover
 Clean-out
 N/A
 9/11/2014
 9/11/2014



NEWFIELD

www.newfield.com

Newfield Wellbore Diagram Data Lonetree 3-21-9-17

			ADM DAG		l assa		
			43013332920000		coase		
	State/Province Utah		Basin Uintah Basin		GMBU CTB6		
2007	Spud Date		Final Rig Release Date			/2007	
Ground Elevation (ft)	Total Depth (ftKB)	5,700.0)	PBTO (All) (ftK8)		
Des	Run Date	OD (in)	1D (in)	WV/Len (lb/ft)	Grade	Set Depth (ftKB)	
		1				308 5,676	
	9///2007	5 1/2	4.950	19.50	J-55	5,676	
8ftKB 8/24/2007			,				
			Top Depth (ftK3)	Bottom Depth (ftKB)	Full Return?	Vol Cement Ret (bbl)	
ny			<u> </u>			Estimated Top (ftKB)	
CL2 + 1/4#/sk Cello	-Flake mixed @ 15.8	ppg 1.17 cf/sk	Lead		1	12.0	
5,676ftKB 9/7/20)7		IT David (MVO)	D-11-10-11-10-11-10-11-10-11-10-11-10-11-10-11-10-11-10-11-10-11-10-11-10-11-10-11-10-11-10-11-10-11-10-11-10	I - I O - I O	NAIGH- PARAMANA	
ny			1 ' ' ' '		1	Vol Cement Ret (bbl)	
	1 2# ak/kalaaal 1 504	ACTED FOL	Fluid Type	Amount (sacks)	Class	Estimated Top (ftKB)	
V / 3,49 cf/sk yield	+ 2# sk/koiseai +.55h	//S+FP+SF	Lead	340	PL II	400.0	
5,676ftKB 9/7/20)7		LTon Comb /Figure	I College Donth (#1/D)	Terra Datuma	Vol Cement Ret (bbl)	
nγ				1		Vol Cement (ket (pbl)	
		0/ 0440 · CD 0/	Fluid Type	Amount (sacks)	Class	Estimated Top (ftKB)	
	1/4# SKU.F.2%SF+.3	% SMS+FP-6L	lair	400	150/50 Poz	4,000.0	
1,21120				I	<u> </u>	<u> </u>	
	V	, 7.1.11.1.1.1.1.	Run Date	/2014	Set Depth (ftKB)	4 446 4	
lis	OD (in) ID (in)	Wt (tb/ft)	 		Top (fKR)	4,446.1 Btm (ftKB)	
				4,418.10	11.9	4,430.0	
	2 7/8		1	1.10	4,430.0	4,431.1	
	2 7/8			1.80	4,431.1	4,432.9	
	5 1/2			7.00	4,432.9	4,439.9	
	1			ł	1	4,440.4	
	1				1	4,444.5	
	2 3/8			1.60	4,444.5	4,446.1	
			Run Date		Set Depth (ftKB)		
JIS	OD (in)	VVI (ID/II)	Grade	Len (n)	Top (πκΒ)	Bim (nkB)	
s							
					Nom Hole Dia (in)	Date 9/21/2007	
	1	i		f		9/21/2007	
	1	1	4	ľ		9/21/2007	
	1		4	120		9/21/2007	
	· ·		4			9/20/2007	
al Hole	1		4	120	}	9/20/2007	
atments		J					
ISIP (psi)	Frac Gradient (psi/ft)	Max Rate (bbl/min)	Max PSI (psi)	Total Clean Vol (bbl)	Total Slurry Vol (bbl)	Vol Recov (bbl)	
	1	1	1,660				
.,,,			1	L	<u> </u>	<u> </u>	
T. 16			~	d Amount			
Total Prop Vol Pumped							
(ib)	Sand Bulk Sand 22	0906 lb					
	Sand Bulk Sand 22 Sand Bulk Sand 85						
	State	Utah Spud Date	Utah Spud Date 2007 Ground Etevation (ft) Total Depth (ftKB) 5,700.0 Des Run Date OD (in) 8/24/2007 8 5/8 9/7/2007 10/ CL2 + 1/4#/sk Cello-Flake mixed @ 15.8 ppg 1.17 cf/sk 5,676ftKB 9/7/2007 10/ CCL, 5#'s /sk CSE + 2# sk/kolseal + 5SMS+FP+SF 1/ 3 49 cf/sk yield 5,676ftKB 9/7/2007 10/ CCL, 5#'s /sk CSE + 2# sk/kolseal + 5SMS+FP+SF 1/ 3 49 cf/sk yield 5,676ftKB 9/7/2007 10/ 10/ 11/ 11/ 11/ 11/ 11/	StateProvince Utah Uintah Basin Uintah Daish Uintah Daish Uintah Daish Uintah Daish Uintah Daish Uintah Daish Uintah Dais	A301332920000 Basin Unitah Basin Froit Basin Unitah Basin Unitah Basin Froit Ba	A3013332920000 Fed Name A301333290000 Fed Name A30133290000 Fed Name A301333290000 Fed Name A30133290000 Fed Name A3013290000 Fed Name A30132900000 Fed Name A30132900000 Fed Name A30132900000 Fed Name A3013290000000000000000000000000000000000	

Page 1/1

Report Printed: 7/7/2015



March 7, 2014

Mr. Jason Deardorff US EPA Region 8 8P-W- UIC 1595 Wynkoop Street Denver CO 80202

RE: Injection Conversion

Well: Lone Tree Federal 3-21-9-17

17E

EPA #: UT22197-10258 API #: 43-013-33292

[#: 43-0[3-33*2*9/

Dear Mr. Deardorff:

The subject well was converted from a producing oil well to a water injection well. Attached are the EPA Form 7520-12, an updated wellbore diagram, MIT Pressure Test, a copy of the chart, and Daily Activity report.

The shallowest perforation for this well is 4472'. The Fracture Gradient for this well is 0.854. The MAIP for this well has been calculated to be 1850 - MAIP = [FG - (0.433) (SG)] * Depth.

The GG2 @ (3636.7') in the 3-21-9-17 well has a calculated pore pressure of 1636.5 psia. This is calculated using a pore pressure gradient of 0.45 psi/ft. (0.45 psi/ft x 3636.7' = 1636.515 psi). Since the GG2 is a normally pressured, non-depleted zone, this is a valid estimate of pore pressure. RDT pressure data collected in Greater Monument Butte also supports this calculation.

You may contact me at 435-646-4874 or <u>lchavez-naupoto@newfield.com</u> if you require further information.

Sincerely,

Lucy Chavez-Naupoto
Water Services Technician

Sundry Number: 48794 API Well Number: 43013332920000

enterferiere de de arabete en grant au au au de de consent de consent de consent de consent de consent de cons	STATE OF	UTAH	ng apitur natio no a ario dikita aking kaya nagapitu na a anata anata	FORM				
C	3	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-75036						
SUNDRY NOTICES AND REPORTS ON WELLS 6. IF INDIAN, ALLOTTEE OR TRIBE NAI								
Do not use this form for pro current bottom-hole depth, a FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: GMBU (GRRV)							
1. TYPE OF WELL Oil Well	The second section of the second	8. WELL NAME and NUMBER: LONE TREE FED 3-21-9-17						
2. NAME OF OPERATOR: NEWFIELD PRODUCTION CO	OMPANY			9. API NUMBER: 43013332920000				
3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT,	84052 4	PHC 35 646-4825 Ex	ONE NUMBER:	9. FIELD and POOL or WILDCAT: MONUMENT BUTTE				
4. LOCATION OF WELL FOOTAGES AT SURFACE:				COUNTY: DUCHESNE				
0799 FNL 1965 FWL QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NENW Section: 2	IIP, RANGE, MERIDIAN: 21 Township: 09.0S Range	: 17.0E Meridian:	S	STATE: UTAH				
11. CHECI	CAPPROPRIATE BOXES	TO INDICATE N	ATURE OF NOTICE, REPOR	RT, OR OTHER DATA				
TYPE OF SUBMISSION			TYPE OF ACTION	inde the first of the state of the first of the first of the state of				
	ACIDIZE		ALTER CASING	CASING REPAIR				
NOTICE OF INTENT	CHANGE TO PREVIOUS PLANS		CHANGE TUBING	CHANGE WELL NAME				
Approximate date work will start:	CHANGE WELL STATUS		COMMINGLE PRODUCING FORMATIONS	✓ CONVERT WELL TYPE				
SUBSEQUENT REPORT Date of Work Completion:	C CEEPEN		FRACTURE TREAT	NEW CONSTRUCTION				
2/27/2014	OPERATOR CHANGE		PLUG ÁND ABANDON	PLUG BACK				
	PRODUCTION START OR RESU		RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION				
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FOR		SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON				
				p-m				
ORILLING REPORT	☐ TUBING REPAIR	_	VENT OR FLARE	WATER DISPOSAL				
Report Date:	☐ WATER SHUTOFF		SI TA STATUS EXTENSION	APD EXTENSION				
	WALDCAT WELL DETERMINATION	on 🗆	OTHER	OTHER:				
12. DESCRIBE PROPOSED OR	COMPLETED OPERATIONS.	Clearly show all pe	rtinent details including dates,	depths, volumes, etc.				
				injection well on 02/26/2014.				
				essured up to 1310 psig and				
				ng during the test. The tubing				
pressure was o psig	during the test. In		an EPA representativ 2197-10258	e available to witness the test.				
		LFA# 012	2137-10230					
·								
NAME (PLEASE PRINT) Lucy Chavez-Naupoto		HONE NUMBER 646-4874	TITLE Water Services Technician					
SIGNATURE N/A			DATE 3/13/2014	vika e naviku zazaten eta erre erre erre erre erre erre erre				
Lances de la			<u> </u>	4-21 <u>0-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-</u>				

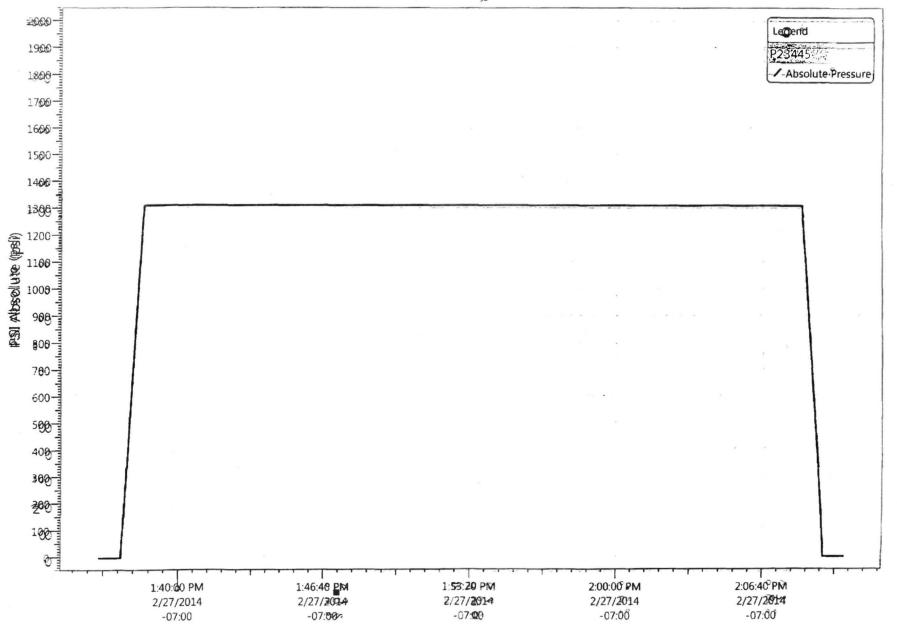
		Approved. ON			STATES E	NVIRO		LP	ROTECTION 0460	AGENCY						•
SEP	A								ECORD							
NAME AND ADDR Newfield Prod 410 17th Stree	luction Comp							NA		ESS OF CONTRA	ACTOR					
Denver, Color	ado 80202-4	402														
LOCATE WELL AND OUTUNE UNIT ON					STATE COUNTY Utah Duchesne						PERMIT NUMBER UT22197-10258					
SECTION PLAT 640 ACRES			1/	SURFACE LOCATION DESCRIPTION 1/4 OF NE 1/4 OF NW SECTION 21 TOWNSHIP 9S RANGE							17E					
	7		Surface					M NEAREST LINES OF QUARTER SECTION AND DRILLING UNIT om (N/S) N Line of quarter section W Line of quarter section								
w			- €	WELL ACTIVITY Brine Disposal			Y		Total Depth Before Rework (ft) 5700			X	Individual		OF PERMIT	
	-+		1	X Enhanced Recovery Hydrocarbon Storage					epth After Reworl		_	Area ber of We	44s			
1 - 1 - 1	<u> </u>	++	-		Le	ase Nam	e			Rework Comment 2/24/2014 Rework Complete				W	eli Number	
	Ś		- 1	<u> </u>	Lone Tr	ee Fee	leral			2/27/2014	eq			3-	21-9-17	
				W	ELL CA	SING	RECO	RD	BEFOR	E REWOR	(
Casi			ement				tions (ft)						r Fracture			
Size 8 5/8"	Oepth (ft) 308	Sacks 160		ype s "G"	Fro. 47(47	-	Perf an	d feno		reatm	ent Reco	ra	 -	
5 1/2"	5676	340		n Lt []	447		45	_	Perf an							
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		WEL	L CA	SING F	RECORI) Al	TER R	ĒΝ	ORK (Indi	cale Additions	and Chan	ges (Only)			
Cas	ng		ement	Perforations (ft)							y Fractur	e				
Size	Depth	Sacks	Ī	уре	Fro	m	Ţ	0	Treatment Record							
		BE REWORK OF ODITIONAL SHE								IRE LINE LO	NE LOGS, LIST EACH TYPE Logged Intervals					
	USC AL	ACTIONNE STE	1 13 17 1		<u></u>	1	1 1	-		Log Types	T	1-	T	rog	yeu knervals	······································
					Se	e attac	hed "Dai	ly۱	Workover R	eport"						
			-	-		-		F				\vdash				
certify under	the penalty of	f law that I he	ave pe	rsonally	examined	d and a			ATION	elion submitte	nd					
n this docume for obtaining th are significant	ne information,	I believe th	at the i	nformati	on is true	, accu	rate, and	COA	nplete. I am	aware that the	ere	144.3	2)			
NAME A	ND OFFICIAL TI	TLE (Please type	e or print)					SIGNATURE			Π			ATE SIGNED	
Water Services Technician EPA Form 7520-12 (2-84)						χL	_	7	<u> </u>	7/2	2_	L		Mar	ch 7, 201	4

Mechanical Integrity Test Casing or Annulus Pressure Mechanical Integrity Test U.S. Environmental Protection Agency Underground Injection Control Program 999 18th Street, Suite 500 Denver, CO 80202-2466

EPA Witness: Date: 2 127114								
Test conducted by: dott wy 621m								
Others present:								
Well Name LONG FOR FORM 3-21.9.17 Type: ER SWD Status: AC TA UC Field GREATER MONIMON BOTTE L'ANT Location: 3 Sec: 21 T 9 N S R /7 EV W County: Defense State: Linest Operator: NEW FILE EXPLANTION GRAPHANT Last MIT: / Maximum Allowable Pressure: PSIG								
Is this a regularly scheduled test? [X] Yes [] No Initial test for permit? [X] Yes [] No Test after well rework? [X] Yes [] No Well injecting during test? [] Yes [X] No If Yes, rate:bpd Pre-test casing/tubing annulus pressure:psig								
MIT DATA TABLE	Test #1		Test #2		Test	#3		
TUBING	PRESSURE							
Initial Pressure	0	psig		psig		psig		
End of test pressure	0	psig		psig		psig		
CASING / TUBING	ANNULUS		PRESSURE					
0 minutes	1310	psig		psig		psig		
5 minutes	1309	psig		psig		psig		
10 minutes	1310	psig		psig		psig		
15 minutes	1310	psig		psig		psig		
20 minutes	1309	psig		psig		psig		
25 minutes	1310	psig		psig		psig		
30 minutes	1310	psig		psig		psig		
minutes		psig		psig		psig		
minutes		psig		psig		psig		
RESULT	Pass	Fail	[] Pass	[]Fail	Pass	Fail		
Does the annulus pressure build back up after the test? [] Yes [] No MECHANICAL INTEGRITY PRESSURE TEST Additional comments for mechanical integrity pressure test, such as volume of fluid added to annulus and bled back at end of test, reason for failing test (casing head leak, tubing leak, other), etc.:								
Signature of Witness:	Ministry, against Marchine, All Colors (1977) and the Marchine (1978) and the Colors (19							

Loone Tree Federal 3-21-9-17 Cornersion (2-27-14)

2/27/2014193:49 PM



NEWFIELD

Job Detail Summary Report

Well Name: Lonetree 3-21-9-17

Jobs		
Primary Job Type	Job Start Date	Job End Date
Conversion	2/24/2014	

Daily Operations Report Start Date Report End Date 124hr Activity Summary							
2/24/2014	2/24/2014	MIRU UNHANG HORSE H	EAD AND RODS. POOH				
Start Time	05:30	End Time	07:00	Commeri TRAVEL TIME			
Start Time	07:00	End Time	08:15	Comment RU RIG. PUMP 50 BBLS DOWN CSG @ 250 DEGREES			
Start Time	08:15	End Time	08:45	Comment UNHANG HORSE HEAD AND RODS			
Stan Time	08:45	End Time	09:30	Comment UNSEAT PUMP AND FLUSH RODS WITH 40 BBLS WATER @ 250 DEGREES			
Start Time	09:30	End Time	10:00	Comment LOAD TBG WITH 20 BBLS WATER AND PT TO 3000 PSI, GOOD TEST, BD PRESSURE			
Start Time	10:00	End Time	13:00	Comment POOH WITH RODS LAYING DOWN ON TRAILER.			
Start Time	13:00	End Time	14:00	Comment ND WH, RELEASE TAC, NU BOP, RU WORK FLOOR.			
Start Time	14:00	Eng Time	17:30	Comment START POOH WITH TBG AND TAC WAS HANGING UP, HAD TO ROTATE AND DROP CATCH NUMEROUS TIMES TO GET IT TO FREE UP. POOH WITH 88 JNTS TBG BREAKING EVERY CONNECTION AND CLEANING AND INSPECTING THREADS FOR DAMAGE OR GALLING. APPLY LIQUID O RING AND RETORQUE TO SPEC. TALLY OUT. SWIFN, CLEAN LOCATION, SDFN.			
Start Time	17:30	End Time	19:00	Comment TRAVEL TIME			
Report Start Date 2/25/2014	Report End Oate 2/25/2014	24hr Activity Summary CHECK TBG CSG PRESS	URE. PU/MU PKR ASSY,	TIH PKR ASSY			
Start Time	05:30	End Time	07:00	Commerk TRAVEL TIME. HAD HOT OILER PUMP 30 BBLS TBG FLUSH BEFORE 7 AM.			
Start Time	07:00	End Time	09:45	Comment CHECK TBG AND CSG PRESSURES, BOTH ON VACUUM FROM HOT OILER PUMPING TBG FLUSH. FINISH POOH WITH TBG BREAKING EVERY CONNECTION, CLEANING AND INSPECTING THREADS FOR DAMAGE OR GALLING. APPLY LIQUID O RING AND RETORQUE TO SPEC. TALLY OUT. LD 14 JNTS EXCESS TBG FROM BOTTOM OF TBG STRING			
Start Time	09:45	End Time	11:15	Comment PU/MU PACKER ASSY, TIH WITH PACKER ASSY AND 142 JNTS TBG.			
Start Time	11:15	End Time	12:00	Comment PUMP 10 BBLS PAD AND DROP S.V. PUMP TO PSN. PRESSURE UP TBG TO 3000 PSI			
Start Tune	12:00	End Time	17:30	PT TBG TO 3000 PSI AND START TIMER, FAILED TEST, BUMP UP AND RETEST NUMEROUS TIMES, NEVER GOT A GOOD TEST, BUMPED UP TO 3200 PSI FOR THE NIGHT, SWIFN, CLEAN LOCATION, SDFN.			
Start Time	17:30	End Time	19:00	Comment TRAVEL TIME			
Report Start Date Report End Date 124hr Activity Summary				CH S.V. POOH WITH SANDLINE AND RD TOOLS. ND WH, SET PACKER AND PACK OFF, LAND TBG IN 16K			
Start Time	05:30	End Time	07:00	Comment TRAVEL TIME			
Start Time	07:00	End Time	08:00	COmment CHECK TBG PRESSURE, 2100 PSI, BUMP UP TO 3000 PSI AND RETEST, FAILED TEST.			

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NEWFIELD

Job Detail Summary Report

Well Name: Lonetree 3-21-9-17

Start Time	08:00	End Time	08:45	Comment RU SANDLINE AND FISHING TOOLS, RIH TO CATCH S.V. POOH WITH SANDLINE AND RD TOOLS.
Start Time	08:45	End Time	11:45	Comment PUMP 10 BBLS PAD AND DROP S.V. PUMP TO PSN AND START PT TBG, FAILED TEST AND BUMP UP AGAIN, FINALLY GOT A GOOD TBG TEST
Start Time	11:45	End Time	12:30	Comment RU SANDLINE AND FISHING TOOLS, RIH TO CATCH S V. POOH WITH SANDLINE AND TOOLS, RD TOOLS.
Start Time	12:30	End Time	13:00	Comment RD WORK FLOOR, ND BOP LAND TBG ON WH, NU WH.
Start Time	13:00	End Time	13:45	Comment PUMP 50 BBLS PACKER FLUID DOWN CSG.
Slart Time	13:45	End Time	14:15	Comment ND WH, SET PACKER AND PACK OFF, LAND TBG IN 16K TENSION, NU WH
Start Time	14:15	End Time	17:00	Comment LOAD CSG WITH 20 BBLS FLUID, PRESSURE UP TO 1400 PSI AND START PT CSG, FAILED TEST, HAD TO BUMP UP AND RETEST, NEVER GOT A GOOD CSG TEST. BUMP UP AND LEAVE FOR THE NIGHT. SWIFN, CLEAN LOCATION, SDFN
Start Time	17:00	End Time	18:30	Comment TRAVEL TIME
Report Start Date 2/27/2014	Report End Date 2/27/2014	24hr Activity Summary Conduct initial MIT		
Start Time	01:40	End Time	02:10	Initial MIT on the above listed well. On 02/27/2014 the casing was pressured up to 1310 psig and charted for 30 minutes with no pressure loss. The well was not injecting during the test. The tubing pressure was 0 psig during the test. There was not an EPA representative available to witness the test. EPA# UT22197-10258